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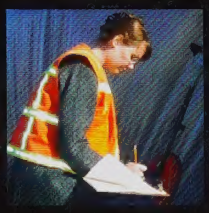
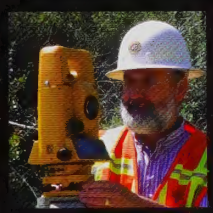
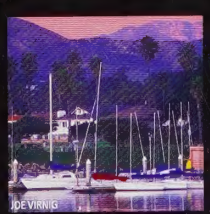


COMPREHENSIVE ANNUAL
FINANCIAL REPORT

YEAR ENDED JUNE 30, 2007





CITY OF VENTURA • CALIFORNIA

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INTRODUCTORY SECTION

INTRODUCTORY SECTION

City of San Buenaventura
Comprehensive Annual Financial Report
For the year ended June 30, 2007

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COMPREHENSIVE ANNUAL FINANCIAL REPORT

CITY OF VENTURA

November 19, 2007

Honorable Mayor and City Councilmembers, and the Citizens of the City of San Buenaventura:

State law requires that every general-purpose local government publish within six months of the close of each fiscal year a complete set of audited financial statements. This Comprehensive Annual Financial Report (CAFR) is published to fulfill that requirement for the fiscal year ended June 30, 2007.

Management assumes full responsibility for the completeness and reliability of the information contained in this report, based upon a comprehensive framework of internal control that it has established for this purpose. Because the cost of internal control should not exceed anticipated benefits, the objective is to provide reasonable, rather than absolute, assurance that the financial statements are free of any material misstatements.

Moreland & Associates, Inc., has issued an unqualified ("clean") opinion on the City's financial statements for the year ended June 30, 2007. The independent auditor's report is located at the front of the financial section of this report.

The Management's Discussion and Analysis (MD&A) immediately follows the independent auditor's report and provides a narrative introduction, overview, and analysis of the basic financial statements. The MD&A complements this letter of transmittal and should be read in conjunction with it.

Profile of the Government

The City of San Buenaventura, generally referred to as the City of Ventura, is located on the southern California coastline, approximately 62 miles northwest of the City of Los Angeles and 364 miles south of the City of San Francisco. The city limits cover approximately 36 square miles.

The City was incorporated in 1866 and has been the County seat since 1873. The City is a charter city with a council-manager form of government. A seven-member City Council is elected at large for four-year alternating terms at elections held every two years. The Mayor of the City is the presiding officer of the City Council and is selected by the City Council from its members to serve a two-year term. The City Manager, appointed by the City Council for an indeterminate term, acts as chief executive officer in carrying out the policies of the City Council.

The City's first charter was adopted in 1932. The present charter was adopted by election on November 6, 1973, and approved by the California legislature in January 1974 and was amended on November 7, 1995. The City has approximately 657 full time employee positions authorized in the fiscal year 2006-07 budget. City services include police and fire protection, public works, community development, community recreational services, and water/wastewater services.

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The Council is required to adopt a final budget by no later than the close of the fiscal year. The annual budget serves as the foundation for the City's financial planning and control. The budget is prepared by fund, department, and division. City department heads may make transfers within their department. All transfers between departments require approval of the City Council.

Local economy

The City's ongoing commitment to an economic development strategy continues to achieve results with an emphasis on generating both private and public sector value, both of which build community stability and wealth. The City's revenue base is a blend of business and commercial, light and heavy industrial, and residential uses. The City's economy revolves chiefly around the County government facilities, financial services, retail operations, and a well-developed food processing industry. Government services employ over 12,300 workers, providing relative stability to the City's employment base.

The University of California Santa Barbara (UCSB) Economic Forecast Project recently published a study on the City's economic outlook. The study indicates that the San Buenaventura metro area economy continues to grow. The economy's growth is projected to be at 1.7 percent during 2008.

The City's job growth will be slow but remain positive. The projection for 2008 is 0.7 percent. Sectors that will continue to grow in 2007 and 2008 are: services, retail trade, and finance/insurance/real estate. Salary growth is expected to be positive but low. The projection for 2007 is 1.1 percent.

For 2007, unemployment in the City was at 4.3 percent. The annual average 2007 countywide unemployment rate was 4.7 percent. The countywide rate is below the California average of 5.2 percent.

City of Ventura retail sales growth in 2006 was 0.3 percent. The projected growth in retail sales is 1.3 percent for 2007 and 2.1 percent for 2008, which represents a modest increase in the *growth* of retail sales.

Median home price increases in both the City and County will eventually slow. The 2006 median home price in the City was $580,700. Demand for housing comes from both local and external sources; internally from natural population growth and externally from Santa Barbara workers who find Santa Barbara unaffordable, and Los Angeles County workers who desire to live in upscale East Ventura County. City real median home prices decreased 0.3 percent in 2006. These prices are projected to decline in 2007 and rise in 2008. The projected decrease in median home prices for 2007 is 4.1 percent.

The 2006 residential vacancy rate is 3.3 percent for both owner and rental units. Over two-thirds of the City's housing was built in the last 35 years with the remaining one-third built before 1960. Many of the older neighborhoods have homes in the Victorian, California Craftsman, and Mission Revival architectural styles, with unique characteristics fostering reinvestment and revitalization. The City continues to actively pursue strategies to enhance established neighborhoods and renovate the housing stock.

The level of taxes, fees, and charges for services (including development-related mitigation fees) will have a bearing on the City's competitive ability to encourage retail, office, residential, and industrial development to locate within the jurisdiction. The City places significant emphasis on encouraging economic development with higher paying jobs.

In addition to community-related economics, i.e., business, employment, and real estate indices, the City's finances and operations are directly impacted by national and regional economic trends. The return on interest earnings was 4.1 percent for the fiscal year ended June 30, 2007.

Long-term financial planning

The City will continue with the projects identified in the five-year Capital Improvement Projects Plan. Major projects include a Wastewater Treatment Plant Upgrade ($21 million) and a Community Park Sports Field ($4 million).

Relevant financial policies

The general fund maintains $12 million designated for contingencies and another $3 million designated for natural disasters and operating emergencies per the City's financial policies.

In addition, it is the City's policy to ensure that adequate sustainable long-term revenues are available to support any new debt issues.

Awards and Acknowledgements

The Government Finance Officers Association of the United States and Canada (GFOA) awarded a Certificate of Achievement for Excellence in Financial Reporting to the City for its CAFR for the fiscal year ended June 30, 2006. The following is the suggested language published by the GFOA:

"The Certificate of Achievement is a prestigious national award recognizing conformance with the highest standards for preparation of state and local government financial reports. In order to be awarded a Certificate of Achievement, a governmental unit must have published an easily readable and efficiently organized CAFR, whose contents conform to program standards. The Comprehensive Annual Financial Report must satisfy both generally accepted accounting principles and applicable legal requirements."

The Certificate of Achievement is valid for a period of one year only. We believe our current report continues to conform to program requirements and will be submitted to the GFOA.

I would like to thank the management and staff of the Finance and Technology Department for their contributions to the preparation of this year's CAFR in accordance with the GASB 34 and 44 financial reporting models. In addition, I would like to thank the staff of Moreland & Associates, Inc., the City's independent auditors, for their proactive assistance and advice. The City Manager is to be commended for his interest in the Finance and Technology Department's progress in building the City's financial systems to support daily operations and allow for new opportunities.

The CAFR is available in the City Council's reading file.

Respectfully submitted,

Jay Panzica

Jay Panzica
Chief Financial Officer

Certificate of Achievement for Excellence in Financial Reporting

Presented to

City of San Buenaventura
California

For its Comprehensive Annual
Financial Report
for the Fiscal Year Ended
June 30, 2006

A Certificate of Achievement for Excellence in Financial Reporting is presented by the Government Finance Officers Association of the United States and Canada to government units and public employee retirement systems whose comprehensive annual financial reports (CAFRs) achieve the highest standards in government accounting and financial reporting

President

Executive Director

The Government Finance Officers Association of the United States and Canada

presents this

AWARD OF FINANCIAL REPORTING ACHIEVEMENT

to

Jay Panzica

Chief Financial Officer
City of San Buenaventura, California

The award of Financial Reporting Achievement is presented by the Government Finance Officers Association to the individual(s) designated as instrumental in their government unit achieving a Certificate of Achievement for Excellence in Financial Reporting. A Certificate of Achievement is presented to those government units whose annual financial reports are judged to adhere to program standards and represents the highest award in government financial reporting.

Executive Director

Jeffrey P. Ernst

Date July 3, 2007

COMPREHENSIVE
ANNUAL
FINANCIAL REPORT

DIRECTORY OF CITY OFFICIALS

June 30, 2007

Carl E. Morehouse, AICP
Mayor

Christy Weir
Deputy Mayor

Neal Andrews
Councilmember

Brian Brennan
Councilmember

Bill Fulton
Councilmember

James L. Monahan
Councilmember

Edward W. Summers
Councilmember

CITY OF
VENTURA
CALIFORNIA

Rick Cole
City Manager

Mary Walsh
Deputy City Manager

Mabi Plisky
City Clerk

Jay Panzica
Chief Financial Officer

Mike Lavery
Fire Chief

Nelson Hernandez
Community Development Director

Pat Miller
Police Chief

Elena Brokaw
Community Services Director

Ronald Calkins
Public Works Director

Jenny Roney
Human Resources Director

Ariel Calonne
City Attorney

COMPREHENSIVE
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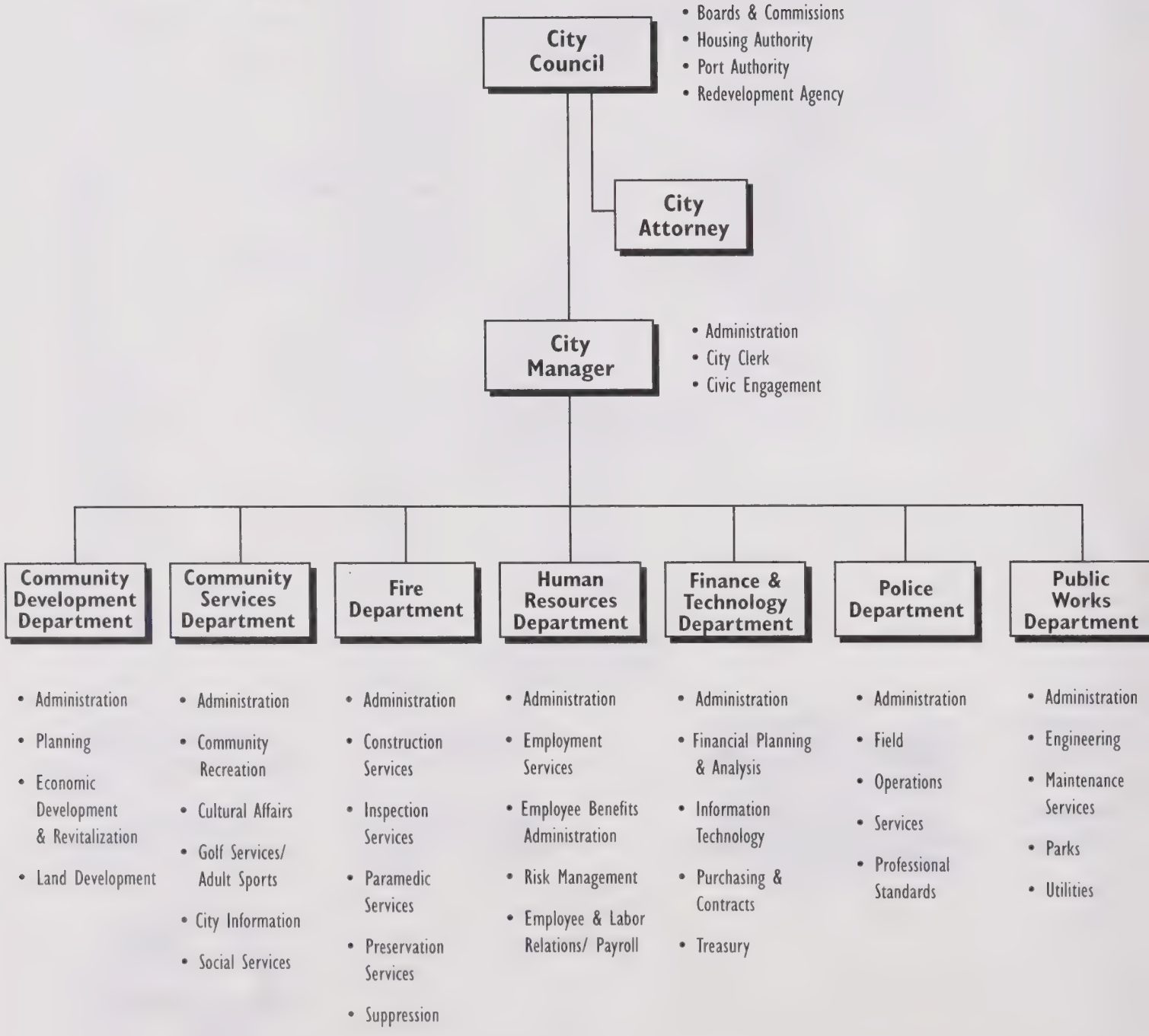
ORGANIZATIONAL STRUCTURE

June 30, 2007



FINANCIAL SECTION

FINANCIAL SECTION

Moreland & Associates, Inc.
CERTIFIED PUBLIC ACCOUNTANTS

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NEWPORT BEACH, CALIFORNIA 92660

570 RANCHEROS DRIVE, SUITE 260
SAN MARCOS, CA 92069

TELEPHONE 949 221-0025

November 19, 2007

The Honorable City Council of
the City of San Buenaventura, California

Independent Auditors' Report

We have audited the accompanying financial statements of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of the City of San Buenaventura, California, as of and for the year ended June 30, 2007, which collectively comprise the City's basic financial statements as listed in the table of contents. These financial statements are the responsibility of the City of San Buenaventura's management. Our responsibility is to express opinions on these financial statements based on our audit.

We conducted our audit in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in Government Auditing Standards issued by the Comptroller General of the United States. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall financial statement presentation. We believe that our audit provides a reasonable basis for our opinions.

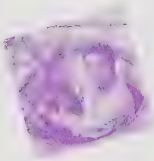
In our opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of the City of San Buenaventura, California, as of June 30, 2007, and the respective changes in financial position and cash flows, where applicable, thereof for the year then ended in conformity with accounting principles generally accepted in the United States of America.

In accordance with Government Auditing Standards, we have also issued our report dated November 19, 2007 on our consideration of the City of San Buenaventura internal control over financial reporting and our tests of its compliance with certain provisions of laws, regulations, contracts, grant agreements and other matters. The purpose of that report is to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on the internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with Government Auditing Standards and should be considered in assessing the results of our audit.

The management's discussion and analysis and other required supplementary information identified in the accompanying table of contents are not a required part of the basic financial statements but are supplementary information required by the Governmental Accounting Standards Board. We have applied certain limited procedures, which consisted principally of inquiries of management regarding the methods of measurement and presentation of the required supplementary information. However, we did not audit the information and express no opinion on it.

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the City's basic financial statements. The accompanying introductory section, the major fund budgetary comparison schedules and the combining and individual nonmajor fund financial statements and schedules listed as supplementary information in the table of contents, and statistical section are presented for purposes of additional analysis and are not a required part of the basic financial statements. The major fund budgetary comparison schedules and the combining and individual nonmajor fund financial statements and schedules have been subjected to the auditing procedures applied in the audit of the basic financial statements and, in our opinion, are fairly stated, in all material respects, in relation to the basic financial statements taken as a whole. The introductory section and statistical section have not been subjected to the auditing procedures applied in the audit of the basic financial statements and, accordingly, we express no opinion on them.

Moreland & Associates, Inc.



MANAGEMENT'S DISCUSSION & ANALYSIS

MANAGEMENT'S DISCUSSION & ANALYSIS

CITY OF SAN BUENAVENTURA
MANAGEMENT'S DISCUSSION AND ANALYSIS
FOR THE FISCAL YEAR ENDED JUNE 30, 2007

As management of the City of San Buenaventura (City), we offer readers of the City's basic financial statements this narrative overview and analysis of the financial activities of the City for the fiscal year ended June 30, 2007. We encourage readers to consider the information presented here in conjunction with additional information that we have furnished in our transmittal letter, which can be found on pages iv-vi of this report. All amounts, unless otherwise indicated, are expressed in thousands of dollars.

FINANCIAL HIGHLIGHTS

Government-Wide

- The net assets of the City exceeded the liabilities at the close of fiscal year 2006-07 by $392.4 million. Of this amount, $90.7 million may be used to meet the City's ongoing general fund, grant funds, capital project funds, and business-type activities.

- The City's total net assets, including all funds, increased by $19.1 million compared to last fiscal year.

- The City's total net long-term liabilities increased by $3.1 million or 2.4 percent during fiscal year 2006-07.

Fund Basis

- The General Fund reported a decrease of $4.8 million in fund balance because total revenues and transfers in (inflows) of $90.9 million were less than total expenditures and transfers out (outflows) of $95.6 million.

- As of June 30, 2007, the unreserved fund balance for the General Fund was $24 million. This balance includes designated General Fund emergency reserves of $12 million as designated by the City's Financial Policies and the balance of $12 million for operating purposes and $17,000 of undesignated reserves. Additional information on the City's General Fund balances is located in note 11A on page 68 of this report.

- As of June 30, 2007, the City's other governmental funds, excluding the General Fund, reported combined ending fund balances of $27.5 million of net unreserved fund balance.

OVERVIEW OF THE FINANCIAL STATEMENTS

This discussion and analysis are intended to serve as an introduction to the City's basic financial statements. The City's basic financial statements are comprised of three components: government-wide financial statements, fund financial statements, and notes to the basic financial statements. This report also contains other supplementary information in addition to the basic financial statements themselves.

Government-Wide Financial Statements

The *Government-Wide Financial Statements* are designed to provide readers with a broad overview of the City's finances, in a manner similar to a private-sector business.

The *Statement of Net Assets* presents information on all of the City's assets and liabilities, with the difference between the two reported as *net assets.* Over time, increases or decreases in net assets may serve as a useful indicator of whether the financial position of the City is improving or deteriorating.

The *Statement of Activities* presents information showing how the government's net assets changed during the most recent fiscal year. All changes in net assets are reported as soon as the underlying event giving rise to the change occurs, *regardless of the timing of related cash flows.* Thus, revenues and expenses are reported in this statement for some items that will result in cash flows in future fiscal periods (such as, revenues pertaining to uncollected taxes, or expenses pertaining to earned, but unused, vacation and sick leave).

Both of the government-wide financial statements distinguish functions of the City that are principally supported by taxes and intergovernmental revenues *(governmental activities),* from other functions that are intended to recover all or a significant portion of the costs through user fees and charges *(business-type activities).* The governmental activities of the City include those related to legislative and legal, general government, administrative, human resource management, community development, community and cultural services, public safety (police and fire), and public works. Business-type activities of the City include those related to water, sewer and sanitation (wastewater), golf course management operations, and paramedic services.

The government-wide financial statements include not only the City of San Buenaventura (known as the *primary government),* but also a legally separate Public Facilities Financing Authority, of which the City of San Buenaventura is the only shareholder having the authority to affect the "company". Financial information for this component unit is reported separately from financial information presented for the primary government itself.

The government-wide financial statements are located on pages 15-17 of this report.

Fund Financial Statements

A *fund* is a grouping of related accounts used to maintain control over resources segregated for specific activities or objectives. The City, as other state and local governments, uses fund accounting to ensure and demonstrate compliance with finance-related legal requirements. All of the City's funds may be divided into three categories: governmental funds, proprietary funds, and fiduciary funds.

Governmental funds are used to account for essentially the same functions reported as *governmental activities* in the government-wide financial statements; however, unlike the government-wide financial statements, governmental fund financial statements focus on *near-term inflows and outflows of spendable resources,* as well as on *balances of spendable resources* available at the end of the fiscal year. Such information may be useful in evaluating the City's near-term financing requirements.

Since the focus of governmental funds is narrower than that of government-wide financial statements, it is useful to compare the information presented for *governmental funds* with similar information presented for *governmental activities* in the government-wide financial statements. By doing this comparison, readers may better understand the long-term impact of the government's near-term financing decisions. Both the governmental fund balance sheet and the governmental fund statement of revenues, expenditures, and changes in fund balances, provide a reconciliation to facilitate this comparison between *governmental funds* and *governmental activities.*

The City maintains several individual governmental funds and information is presented separately in the governmental fund balance sheet and the governmental fund statement of revenues, expenditures, and changes in fund balances for the following: the General Fund, Gas Tax Special Revenue Fund, Park and Recreation Special Revenue Fund, Certificates of Participation Debt Obligation Debt Service Fund, Capital Improvement Projects Fund, and Redevelopment Agency Capital Projects Fund. Each of these funds is considered a major fund. Data from the remaining governmental funds are combined into a single, aggregated presentation. Individual fund data for each of the non-major governmental funds is provided in the form of *combining statements,* located in the supplementary information section of this report.

The City adopts an annual appropriated budget for its funds. A budgetary comparison is provided for the City's General Fund, Gas Tax Fund, and Park and Recreation Special Revenue Funds to demonstrate compliance with this budget.

Proprietary funds - The City maintains two different types of proprietary funds: *Enterprise and Internal Service.*

- ***Enterprise funds*** are used to report the same functions presented as business-type activities in the government-wide financial statements. The City uses enterprise funds to account for its Water, Wastewater, Golf Course and Paramedic Services, all of which are classified as major funds.

  The basic proprietary fund financial statements are located on pages 24-29 of this report.

- ***Internal Service funds*** are an accounting device used to accumulate and allocate costs internally among the City's various functions. The City of San Buenaventura uses internal service funds to account for computer replacement, equipment services, fleet services, building maintenance, reproduction services, workers' compensation, employee fringe benefits and risk management.

  Because these services predominantly benefit governmental rather than business-type functions, they have been included within *governmental activities* in the government-wide financial statements. Internal service funds are combined into a single, aggregated presentation in the proprietary fund financial statements. Individual fund data for the internal service funds is provided in the form of *combining statements* in the supplementary information section of this report on pages 90-95.

Fiduciary funds are used to account for resources held for the benefit of parties outside the government. Fiduciary funds are *not* reflected in the accompanying government-wide financial statements since the resources of those funds are *not* available to support the City's programs. The accounting system used for the fiduciary funds is similar to what is used for the proprietary funds. The fiduciary fund financial statements are located in the basic financial statements section – page 30 of this report.

Notes to the Basic Financial Statements

The notes to the basic financial statements provide additional information that is essential to a full understanding of the data provided in the government-wide and fund financial statements. The notes to the financial statements are located on pages 33-72 of this report.

Other Information

In addition to the basic financial statements and accompanying notes, this report also presents certain *required supplementary information* concerning the City's progress in funding the obligation to provide pension benefits to City employees. Required supplementary information is located on pages 73-77 of this report.

The combining statements, referred to earlier in connection with non-major governmental funds and internal service funds, are presented immediately following the required supplementary information on pensions. Combining statements are located on pages 79-82 of this report.

GOVERNMENT-WIDE FINANCIAL ANALYSIS

Analysis of Net Assets

As noted earlier, net assets may serve over time as a useful indicator of a government's financial position. In the case of the City, assets exceeded liabilities by $392.4 million at the close of the most recent fiscal year.

Capital assets are the largest portion of the City's net assets (83.6 percent), which reflect the net investment of $327.9 million (e.g., land, buildings, infrastructure, machinery, and equipment), less any related debt used to acquire those assets that is outstanding. The City uses these capital assets to provide services to citizens and consequently, these assets are *not* available for future spending. Although the City's investment in capital assets is reported net of related debt, it should be noted that the resources needed to repay this debt must be provided from other sources, since capital assets alone may not be used to liquidate these liabilities.

CITY OF SAN BUENAVENTURA-Net Assets
(In Thousands)

	Governmental Activities		Business-Type Activities		Total	
	2007	2006	2007	2006	2007	2006
Assets:						
Current and Other Assets	$ 140,346	$ 144,827	$ 92,303	$ 100,396	$ 232,649	$ 245,223
Capital Assets	131,920	117,753	195,979	174,690	327,899	292,443
Total Assets	272,266	262,580	288,282	275,086	560,548	537,666
Liabilities:						
Current Liabilities	27,683	27,939	6,991	6,047	34,674	33,986
Long-Term Liabilities	66,994	68,829	66,510	61,551	133,504	130,380
Total Liabilities	94,677	96,768	73,501	67,598	168,178	164,366
Net Assets:						
Invested In Capital Assets, Net of related Debt	72,472	55,343	127,478	111,965	199,950	167,308
Restricted	43,023	37,975	58,695	61,528	101,718	99,503
Unrestricted	62,094	72,494	28,608	33,995	90,702	106,489
Total Net Assets	$ 177,589	$ 165,812	$ 214,781	$ 207,488	$ 392,370	$ 373,300

The *unrestricted net assets* in all City funds are $90.7 million and may be used to meet the government's ongoing obligations to citizens and creditors.

At June 30, 2007, the City was able to report positive balances in all three categories of net assets, for the government as a whole and for business-type activities. The same situation held true for the prior fiscal year.

The City's net assets increased $19.1 million during the fiscal year concluded June 30, 2007. This increase was due to operations in the governmental and business-type funds. Last fiscal year, net assets grew by $21.7 million.

CITY OF SAN BUENAVENTURA - Changes In Net Assets
(In Thousands)

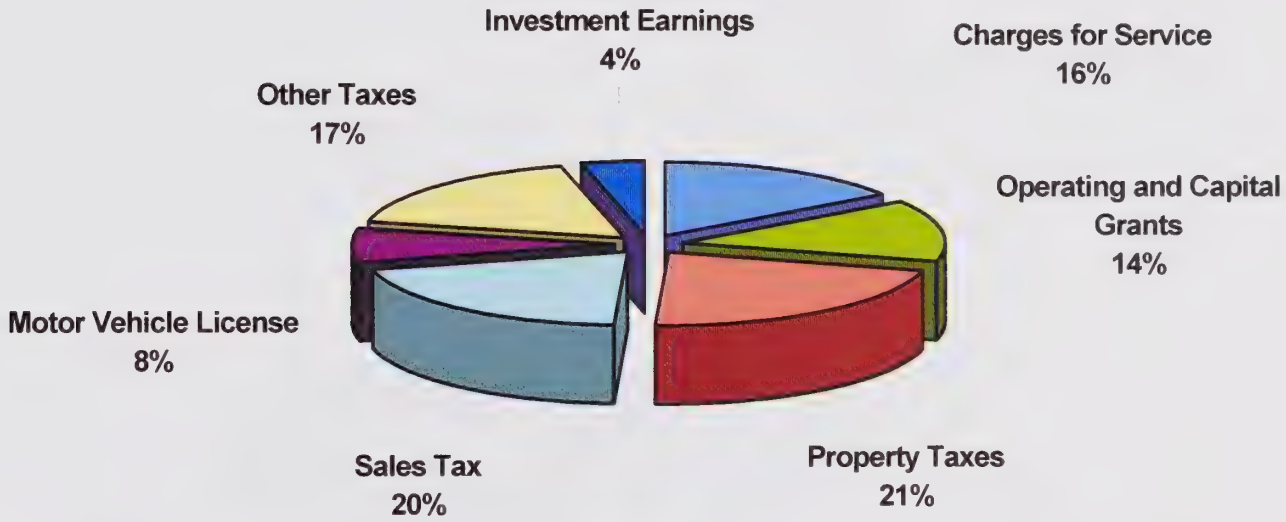
	Governmental Activities		Business-Type Activities		Total	
	2007	2006	2007	2006	2007	2006
Revenues:						
Program Revenues						
Charges for Services	$ 16,116	$ 12,998	$ 39,597	$ 35,635	$ 55,713	$ 48,633
Operating Grants	11,424	13,773	16	-	11,440	13,773
Capital Grants	2,827	1,445	-	-	2,827	1,445
General Revenue						
Taxes:						
Property	22,183	20,216	-	-	22,183	20,216
Sales	21,336	24,448	-	-	21,336	24,448
Motor Vehicle License	7,888	7,698	-	-	7,888	7,698
Other	18,119	17,557	-	-	18,119	17,557
Investment Earnings	3,976	2,568	3,133	2,182	7,109	4,750
Other	4	976	-	-	4	976
Total Revenues	$ 103,873	$ 101,679	$ 42,746	$ 37,817	$ 146,619	$ 139,496
Expenses:						
General Government	$ 8,886	$ 7,363	$ -	$ -	$ 8,886	$ 7,363
Human Resources	3,301	1,794	-	-	3,301	1,794
Finance and Technology	4,492	4,215	-	-	4,492	4,215
Community Development	7,441	5,843	-	-	7,441	5,843
Community Services	6,342	5,914	-	-	6,342	5,914
Public Safety - Police	27,093	26,150	-	-	27,093	26,150
Public Safety - Fire	16,326	15,260	-	-	16,326	15,260
Public Works	14,143	16,524	-	-	14,143	16,524
Interest on Long Term Debt	4,159	4,349	-	-	4,159	4,349
Wastewater	-	-	13,513	11,349	13,513	11,349
Water	-	-	16,959	15,400	16,959	15,400
Golf Course	-	-	4,632	3,380	4,632	3,380
Paramedic Services	-	-	262	266	262	266
Total Expenses	$ 92,183	$ 87,412	$ 35,366	$ 30,395	$ 127,549	$ 117,807
Increase (Decrease) In Net Assets before Transfers:	$ 11,690	$ 14,267	$ 7,380	$ 7,422	$ 19,070	$ 21,689
Transfers	87	(4,047)	(87)	4,048	-	-
Increase In Net Assets	$ 11,777	$ 10,220	$ 7,293	$ 11,470	$ 19,070	$ 21,689
Net Assets - Beginning	165,812	161,493	207,488	196,018	373,300	357,511
Prior Period Adjustment	-	(5,901)	-	-	-	(5,901)
Net Assets - Ending	$ 177,589	$ 165,812	$ 214,781	$ 207,488	$ 392,370	$ 373,300

Governmental Activities

Public Safety/Police is the largest department at 27.6 percent of total governmental expense, followed by Public Works – 20.4 percent, Public Safety/Fire – 16.6 percent, Community Services – 6.5 percent, General Government – 9.1 percent, Finance and Technology – 4.6 percent, Community Development – 7.6 percent, Interest on Long Term Debt – 4.2 percent and Human Resources – 3.4 percent.

The governmental activities' chart below illustrates operating revenues by source.

Revenues by Source - Governmental Activities
($103.9 Million)



Sales, property, motor vehicle license, and other taxes are general revenues used to support overall government functions. These sources account for $69.5 million or 66 percent of total governmental revenue. Operating and capital grants make up 14 percent and charges for services amount to 16 percent.

The City's net assets for governmental activities reflected an increase of approximately $11.8 million. Some key factors include the following:

- Investment earnings increased approximately $1.4 million.
- Sales, property, and other tax revenues decreased approximately $400 thousand from the previous year.
- Remaining revenues increased approximately $1.2 million from the previous year.
- Expenditures increased approximately $4.8 million from the previous year.
- Net assets decreased by $5.9 million as a result of a prior period correction of the

capitalized value of certain infrastructure assets previously determined through the City's GASB 34 valuation.

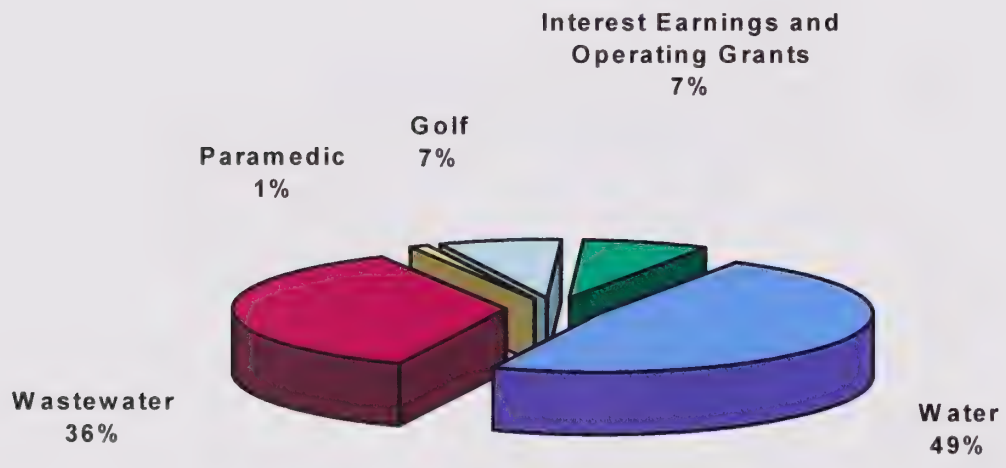
Business-Type Activities

The business-type chart below shows revenues by source. The City's Water Enterprise is the largest business-type operation, followed by Wastewater with fees for services mainly funding the two utilities.

Business-type activities increased the City's overall net assets by $7.3 million. Key elements of this increase are:

- An increase in operations in the Water, Wastewater and Golf Funds.
- The other enterprise fund, Paramedic Services, reflected minimal changes in its operations.

Revenues by Source - Business-Type Activities
($42.7 Million)



GOVERNMENT FUNDS FINANCIAL ANALYSIS

As noted earlier, the City uses fund accounting to ensure and demonstrate compliance with finance-related legal requirements.

Governmental Funds

The focus of the City's *governmental funds* is to provide information on near-term inflows, outflows, and balances of *spendable* resources. Such information is useful in assessing the City's financing requirements. In particular, *unreserved fund balance* may serve as a useful measure of a government's net resources available for spending at the end of the fiscal year.

At June 30, 2007, the City's governmental funds reported a combined ending fund balance of $85 million, a decrease of $6 million in comparison with the prior year. The decrease was mainly due to capital projects and debt payments. Of the total fund balance of $85 million, $51.6 million is the net unreserved fund balance.

The following are the major funds the City considered important to financial statement users.

General Fund

The General Fund is the City's chief operating fund. It showed a decrease of $4.7 million in fund balance for fiscal year 2007. At June 30, 2007, the unreserved fund balance of the General Fund was $24 million, while total fund balance reached $42.8 million. As a measure of the general fund's liquidity, it may be useful to compare both unreserved fund balance and total fund balance to total expenditures. Unreserved fund balance represents 28.8 percent of total general fund expenditures, excluding transfers, while total fund balance represents 51.4 percent of that same amount.

Gas Tax Special Revenue

The Gas Tax Special Revenue Fund showed an increase of $4.96 million in fund balance for fiscal year 2007. This increase was mainly due to the transfer of funds from the General Fund to finance future street maintenance and reimbursement from the Wastewater Fund for completed capital improvement projects.

Park and Recreation Special Revenue Fund

The Park and Recreation Special Revenue Fund experienced a decrease of $473 thousand in fund balance for fiscal year 2007. This decrease was due mainly to expenditures for the Ventura Community Park cogeneration system.

Certificates of Participation Debt Service

This fund experienced a decrease of $3.8 million in fund balance for fiscal year 2007. This decrease was mainly due to the transfer of funds to Golf for the renovation of the Olivas Park Golf Course.

Capital Improvement Projects

The Capital Improvement Projects Fund showed a decrease of $528 thousand in fund balance for fiscal year 2007. This decrease was due mainly to expenditures for annual street maintenance and the purchase of a new fire truck.

Redevelopment Agency Capital Projects

The Redevelopment Agency Capital Projects Fund experienced a decrease of $458 thousand in fund balance for fiscal year 2007. This decrease was due mainly to interest expenditure on the line of credit.

Proprietary Funds

The City's proprietary funds provide the same type of information found in the government-wide financial statements, but in more detail.

The net assets of the Water, Wastewater, Golf and Paramedic Services Funds were $108.1 million, $87.2 million, $18.6 million and $783,394, respectively. The total growth in net assets for the four funds was $4.96 million, $1.5 million, $538,732 and $268,110, respectively. Other factors concerning the finances of these funds are addressed in the discussion of the City's business-type activities.

Internal Service Funds

The internal service funds, which are used to finance and account for goods and services provided internally among City departments, were in a positive position at the close of the fiscal year.

Fiduciary Funds

The City maintains fiduciary funds for the assets of the Portobello Assessment District Fund in which the net assets are $93,462.

GENERAL FUND BUDGETARY HIGHLIGHTS

During the year, there was a $13 million increase in appropriations between the original and final amended budget. Following are the main components of the increase:

- $5.2 million appropriations for services and supplies
- $4.0 million appropriations for the acquisition of City Hall North (505 Poli Street)
- $2.1 million appropriations for infrastructure Capital Improvement Projects

The increase was possible because of transfers in and expenditure savings. Following are the main components:

Revenues

- $1.4 million increase in intergovernmental revenues
- $1.4 million increase in interest earnings

Expenditure Savings

- $2.5 million in savings from Professional Service Contracts

Significant budgetary variances between final amended budget and actual results were as follows:

- Revenues for licenses and permits were less than anticipated by $500 thousand; whereas, intergovernmental revenues were $800 thousand more and charges for services were $600 thousand more than anticipated.
- Expenditures for Community Development were $1.2 million less due to delays in ongoing

planning studies for Westside and Victoria Corridor. Expenditures for Public Works were $1.8 million less due to a combination of salary savings and deferred environmental and traffic studies pending permit issuances.

CAPITAL ASSET AND DEBT ADMINISTRATION

Capital Assets

The City's investment in capital assets for its governmental and business-type activities as of June 30, 2007, amounts to $327.9 million (net of accumulated depreciation). This investment in capital assets includes land, buildings and related systems, improvements, machinery and equipment, park facilities, roads, highways, and bridges.

Major capital asset events during the current fiscal year included the following capital expenditures:

- $10.3 million for the Avenue Water Treatment Plant upgrade.
- $7.7 million for the construction of the new North Wells Reservoir.
- $4.6 million for City Street Maintenance Projects.
- $3.7 million for the acquisition of City Hall North (505 Poli Street).
- $2.8 million for remodeling of the Olivas Park Golf Course.
- $1.2 million for the Camino Real Park Upgrade.
- $1.1 million for the Wastewater Reclamation Facility upgrade.
- $1.1 million for the construction of the new Thille Park.

CITY OF SAN BUENAVENTURA - Capital Assets (Gross)
(In Thousands)

	Governmental Activities		Business-Type Activities		Total	
	2007	2006	2007	2006	2007	2006
Land	$ 14,695	$ 13,279	$ 484	$ 484	$ 15,179	$ 13,763
Buildings & improvements	61,532	50,565	50,085	41,653	111,617	92,218
Improvements other than buildings	16,161	15,409	61,333	50,140	77,494	65,549
Machinery and equipment	36,868	30,635	100,339	86,418	137,207	117,053
Infrastructure	89,054	78,725	55	-	89,109	78,725
Construction in progress	15,490	28,129	51,216	59,454	66,706	87,583
Total	$ 233,800	$ 216,742	$ 263,512	$ 238,149	$ 497,312	$ 454,891

Additional information on the City's capital assets is located in Note 6 to the basic financial statements on pages 53-56 of this report.

Long-Term Debt

At the end of the current fiscal year, the City had total net long-term outstanding obligations of $141.7 million. Of this amount, $68.5 million relates to revenue bonds, certificates of participation, capital leases, and other obligations of the City's business enterprises. The balance relates to revenue bonds, tax allocation bonds, notes payable, capital leases, self-insurance, and employee benefit obligations for the City's governmental activities.

CITY OF SAN BUENAVENTURA-Outstanding Debt
(In Thousands)

	Governmental Activities		Business-Type Activities		Total	
	2007	2006	2007	2006	2007	2006
Governmental Long Term Debt	$ 73,197	$ 74,820	$ -	$ -	$ 73,197	$ 74,820
Revenue Bonds, Net	-	-	68,501	62,726	68,501	62,726
Total	$ 73,197	$ 74,820	$ 68,501	$ 62,726	$ 141,698	$ 137,546

The City's total debt increased by $4.2 million during the current fiscal year primarily due to the Safe Water Drinking loan.

The City Charter states that the City shall not incur an indebtedness evidenced by general obligation bonds not greater than 15 percent of the total assessed valuation of all real and personal property within the City. The level of debt is significantly below Charter requirements.

Additional information on the City of San Buenaventura's long-term debt is located in Note 9 on pages 57-67 of this report.

ECONOMIC FACTORS AND NEXT YEAR'S BUDGETS AND RATES

The economy was one of the main issues affecting the development of the fiscal year 2007-08 budget. California's economic growth exceeded the United States growth in 2006. Ventura County's economy grew a real 4.2 percent in 2006. Another good economic year is forecast for California and Ventura County. The City has benefited from the economic upturn in 2006 and the forecast for economic growth will affect the City's finances in 2007-08 and beyond.

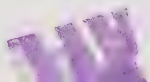
The fiscal year 2007-08 General Fund operating budget increased by $8.8 million. This was mainly due to increases in City salaries and public safety staffing levels.

Charges for services and rates in general have increased to meet utility operating and maintenance expenses. Both the Water and Wastewater rates increased for the 2008 budget.

REQUESTS FOR INFORMATION

This financial report is designed to provide a general overview of the City of San Buenaventura's finances for all those with an interest in the government's finances. Questions concerning any of the information contained herein should be addressed to Jay Panzica, Chief Financial Officer, P.O. Box 99 - Room 101, Ventura, California 93002-0099, (805) 654-7812, or via E-mail at jpanzica@ci.ventura.ca.us.

GOVERNMENT-WIDE FINANCIAL STATEMENTS



GOVERNMENT-WIDE FINANCIAL STATEMENTS

City of San Buenaventura
Statement of Net Assets
June 30, 2007

	Primary Government		
	Governmental Activities	Business-Type Activities	Total
ASSETS			
Current assets:			
Cash and investments	$ 108,366,511	$ 38,771,877	$ 147,138,388
Investment in bonds	935,000	-	935,000
Accounts receivable, net	308,158	5,333,077	5,641,235
Interest receivable	1,503,489	-	1,503,489
Due from others	2,154,369	992,118	3,146,487
Due from other governments	5,972,928	45,739	6,018,667
Internal balances	(340,133)	340,133	-
Prepaid items	44,759	-	44,759
Inventory	589,851	-	589,851
Loans and notes receivable	5,705,641	-	5,705,641
Land and buildings held for resale	2,500,887	-	2,500,887
Total current assets	127,741,460	45,482,944	173,224,404
Noncurrent assets:			
Restricted cash and investments	6,342,131	22,559,302	28,901,433
Deferred charges	-	1,208,832	1,208,832
Water rights	-	1,221,838	1,221,838
State water line construction project	-	21,830,682	21,830,682
Equity interest in SCAT	6,262,186	-	6,262,186
Capital assets			
Non-depreciable	30,184,801	51,699,870	81,884,671
Depreciable, net	101,735,609	144,278,598	246,014,207
Total capital assets	131,920,410	195,978,468	327,898,878
Total noncurrent assets	144,524,727	242,799,122	387,323,849
Total assets	272,266,187	288,282,066	560,548,253
LIABILITIES			
Current liabilities:			
Accounts payable	2,076,215	2,129,729	4,205,944
Contracts payable	393,403	754,030	1,147,433
Accrued payroll liabilities	2,534,027	-	2,534,027
Interest payable	1,200,318	648,389	1,848,707
Due to other governments	3,114,633	-	3,114,633
Deposits held for others	11,415,843	887,114	12,302,957
Unearned revenue	745,912	-	745,912
Capital leases payable	-	242,947	242,947
Claims and judgments payable	2,682,832	-	2,682,832
Compensated absences payable	449,250	-	449,250
Long-term debt - due within one year	3,070,899	1,990,515	5,061,414
Total current liabilities	27,683,332	6,652,724	34,336,056
Noncurrent liabilities:			
Capital leases payable	-	338,091	338,091
Claims and judgments payable	6,033,493	-	6,033,493
Compensated absences payable	4,084,686	-	4,084,686
Long-term debt - due in more than one year	56,875,999	66,510,297	123,386,296
Total noncurrent liabilities	66,994,178	66,848,388	133,842,566
Total liabilities	94,677,510	73,501,112	168,178,622
NET ASSETS			
Invested in capital assets, net of related debt	72,471,553	127,477,656	199,949,209
Restricted for:			
Capital projects	32,530,525	36,136,177	68,666,702
Debt service	6,198,184	22,559,302	28,757,486
Community development	2,992,127	-	2,992,127
Special projects	1,302,318	-	1,302,318
Total restricted	43,023,154	58,695,479	101,718,633
Unrestricted	62,093,970	28,607,819	90,701,789
Total net assets	$ 177,588,677	$ 214,780,954	$ 392,369,631

See Accompanying Notes to Basic Financial Statements.

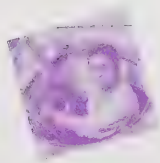
City of San Buenaventura
Statement of Activities and Changes in Net Assets
For the year ended June 30, 2007

Functions/Programs	Expenses	Program Revenues: Charges for Services	Program Revenues: Operating Grants and Contributions	Program Revenues: Capital Grants and Contributions	Total
Primary government:					
Governmental activities:					
General government	$ 8,886,145	$ 2,299,623	$ -	$ -	$ 2,299,623
Human resources	3,301,372	135,020	-	-	135,020
Finance and technology	4,491,565	1,334,412	663,087	-	1,997,499
Community development	7,441,301	965,890	1,065,035	-	2,030,925
Community services	6,342,292	2,622,700	221,237	-	2,843,937
Public safety - police	27,092,687	2,607,633	990,961	-	3,598,594
Public safety - fire	16,325,884	3,423,109	244,743	-	3,667,852
Public works	14,143,598	2,727,787	8,238,947	2,827,598	13,794,332
Interest on long-term debt	4,158,887	-	-	-	-
Total governmental activities	92,183,731	16,116,174	11,424,010	2,827,598	30,367,782
Business-type activities:					
Wastewater	13,513,120	15,460,227	-	-	15,460,227
Water	16,959,117	20,533,851	16,079	-	20,549,930
Golf course	4,631,771	3,088,836	-	-	3,088,836
Paramedic services	262,033	513,823	-	-	513,823
Total business-type activities	35,366,041	39,596,737	16,079	-	39,612,816
Total primary government	$ 127,549,772	$ 55,712,911	$ 11,440,089	$ 2,827,598	$ 69,980,598
General Revenues:					
Taxes:					
Property taxes					
Sales taxes					
Motor vehicle license - intergovernmental unrestricted					
Other taxes					
Total taxes					
Investment earnings					
Gain on sale of assets					
Miscellaneous					
Transfers:					
Total general revenues and transfers					
Change in net assets					
Net assets - beginning of year, as restated					
Net assets - end of year					

See Accompanying Notes to Basic Financial Statements.

Net (Expense) Revenue and Changes in Net Assets		
Governmental Activities	Business-Type Activities	Total
$ (6,586,522)	$ -	$ (6,586,522)
(3,166,352)	-	(3,166,352)
(2,494,066)	-	(2,494,066)
(5,410,376)	-	(5,410,376)
(3,498,355)	-	(3,498,355)
(23,494,093)	-	(23,494,093)
(12,658,032)	-	(12,658,032)
(349,266)	-	(349,266)
(4,158,887)	-	(4,158,887)
(61,815,949)	-	(61,815,949)
-	1,947,107	1,947,107
-	3,590,813	3,590,813
-	(1,542,935)	(1,542,935)
-	251,790	251,790
-	4,246,775	4,246,775
(61,815,949)	4,246,775	(57,569,174)
22,182,764	-	22,182,764
21,336,603	-	21,336,603
7,887,568	-	7,887,568
18,118,646	-	18,118,646
69,525,581	-	69,525,581
3,976,243	3,133,456	7,109,699
969	-	969
2,580	-	2,580
86,987	(86,987)	-
73,592,360	3,046,469	76,638,829
11,776,411	7,293,244	19,069,655
165,812,266	207,487,710	373,299,976
$ 177,588,677	$ 214,780,954	$ 392,369,631

FINANCIAL
REPORT



FUND FINANCIAL STATEMENTS

FUND FINANCIAL STATEMENTS

GOVERNMENTAL FUND FINANCIAL STATEMENTS

GOVERNMENTAL FUND FINANCIAL STATEMENTS

General Fund – The General Fund was established to account for sources and uses of financial resources traditionally associated with governments which are not required to be accounted for in another fund.

Gas Tax Special Revenue Fund – To account for revenue received from the State of California and other sources to be used for street maintenance and improvements only.

Park and Recreation Tax Special Revenue Fund – To account for park and recreation facilities tax revenue to be used for planning, acquisition, improvements or expansion of public parks, playgrounds, or other recreational facilities.

Certificates of Participation (COP) Debt Obligations Fund – To account for the accumulation of resources and payment of long-term debt principal and interest for COP issues by the Public Facilities Financing Authority.

Capital Improvement Capital Projects Fund – To account for financial resources to be used for purchase or construction of major capital improvements (other than those funded through proprietary or special revenue funds).

Redevelopment Agency Capital Projects Fund – To account for the economic revitalization and redevelopment of the City through acquisition and development of City property determined to be in a declining condition.

Other Governmental Funds – The aggregate of all the non-major governmental funds.

COMPREHENSIVE
ANNUAL
FINANCIAL
REPORT

City of San Buenaventura
Balance Sheet
Governmental Funds
June 30, 2007

	Major Funds				
	General Fund	Gas Tax Special Revenue	Park and Recreation Special Revenue	Certificates of Participation Debt Obligation Debt Service	Capital Improvement Capital Projects
ASSETS					
Cash and investments	$ 34,344,559	$ 20,926,002	$ 6,660,112	$ -	$ 8,048,915
Restricted cash and investments	-	-	-	4,952,318	-
Investment in bonds	935,000	-	-	-	-
Accounts receivable, net	143,677	-	-	-	-
Interest receivable	1,503,489	-	-	-	-
Due from other funds	99,682	-	-	-	100,429
Due from others	2,075,288	-	-	-	2,330
Due from other governments	3,753,829	330,023	22,882	-	865,631
Prepaid items	44,759	-	-	-	-
Inventory	589,851	-	-	-	-
Loans and notes receivable	1,240,412	-	-	-	-
Land and buildings held for resale	-	-	-	-	-
Advances to Redevelopment Agency	14,115,040	-	-	-	-
Total assets	$ 58,845,586	$ 21,256,025	$ 6,682,994	$ 4,952,318	$ 9,017,305
LIABILITIES AND FUND BALANCES					
Liabilities:					
Accounts payable	$ 990,577	$ 348,892	$ 3,018	$ -	$ 30,829
Contracts payable	2,418	347,496	19,414	-	2,198
Due to other funds	2,796,413	-	-	575,096	-
Due to other governments	17,405	-	-	-	-
Deposits held for others	11,415,843	-	-	-	-
Advances from other funds	-	-	-	-	-
Deferred revenue	809,257	316,490	-	-	865,631
Total liabilities	16,031,913	1,012,878	22,432	575,096	898,658
Fund Balances:					
Reserved:					
Encumbrances	1,845,402	-	-	-	-
Petty cash	12,570	-	-	-	-
Advances to Redevelopment Agency	14,115,040	-	-	-	-
Prepaid items	44,759	-	-	-	-
Inventory	589,851	-	-	-	-
Assets held for resale	-	-	-	-	-
Loans and notes receivable	1,240,412	-	-	-	-
Investment in Portobello bonds	935,000	-	-	-	-
Debt service	-	-	-	4,377,222	-
Total reserved	18,783,034	-	-	4,377,222	-
Unreserved, designated:					
Contingencies	12,000,000	-	-	-	-
Special revenue funds	-	13,417,770	2,543,828	-	-
Capital projects funds	-	-	-	-	6,277,234
Other	12,013,323	-	-	-	-
Total unreserved, designated	24,013,323	13,417,770	2,543,828	-	6,277,234
Unreserved, undesignated:					
General fund	17,316	-	-	-	-
Special revenue funds	-	6,825,377	4,116,734	-	-
Capital projects funds	-	-	-	-	1,841,413
Total fund balances	42,813,673	20,243,147	6,660,562	4,377,222	8,118,647
Total liabilities and fund balances	$ 58,845,586	$ 21,256,025	$ 6,682,994	$ 4,952,318	$ 9,017,305

See Accompanying Notes to Basic Financial Statements.

Major Funds		
Redevelopment Agency Capital Projects	Other Governmental Funds	Total Governmental Funds
$ 3,315,640	$ 9,081,559	$ 82,376,787
-	1,389,813	6,342,131
-	-	935,000
-	20,055	163,732
-	-	1,503,489
36,868	-	236,979
-	2,700	2,080,318
25,359	493,535	5,491,259
-	-	44,759
-	-	589,851
559,873	3,300,356	5,100,641
1,685,065	815,822	2,500,887
-	-	14,115,040
$ 5,622,805	$ 15,103,840	$ 121,480,873
$ 113,685	$ 133,134	$ 1,620,135
21,877	-	393,403
-	36,868	3,408,377
130,082	2,967,146	3,114,633
-	-	11,415,843
14,115,040	-	14,115,040
-	81,892	2,073,270
14,380,684	3,219,040	36,140,701
690,693	25,000	2,561,095
-	-	12,570
-	-	14,115,040
-	-	44,759
-	-	589,851
1,685,065	815,822	2,500,887
559,873	1,086,407	2,886,692
-	-	935,000
-	5,760,089	10,137,311
2,935,631	7,687,318	33,783,205
-	-	12,000,000
-	1,613,637	17,575,235
-	-	6,277,234
-	-	12,013,323
-	1,613,637	47,865,792
-	-	17,316
-	1,501,421	12,443,532
(11,693,510)	1,082,424	(8,769,673)
(8,757,879)	11,884,800	85,340,172
$ 5,622,805	$ 15,103,840	$ 121,480,873

City of San Buenaventura

Reconciliation of the Governmental Funds Balance Sheet to the Government-Wide Statement of Net Assets

June 30, 2007

Total Fund Balances - Total Governmental Funds	$	85,340,172
Amounts reported for governmental activities in the Statement of Net Assets were different because:		
Equity interest in SCAT is not a current financial resource and not reported in the Governmental Funds Balance Sheet.		6,262,186
Capital assets used in governmental activities are not current financial resources. Therefore, they are not reported in the Governmental Funds Balance Sheet. Except for the internal service funds reported below, the capital assets are adjusted as follows:		
Non-depreciable		30,184,801
Depreciable		186,997,368
Accumulated depreciation		(93,276,365)
Total capital assets		123,905,804
Interest payable on long-term debt does not require current financial resources. Therefore, interest payable is not reported as a liability in Governmental Funds Balance Sheet.		(1,200,318)
Deferred revenue is reported on the accrual basis in the Government-Wide Statement of Net Assets.		1,327,358
Internal service funds are used by management to charge the costs of certain activities, such as insurance and fleet management, to individual funds. The assets and liabilities of the internal service funds are included in governmental activities in the Government-Wide Statement of Net Assets.		
Information Technology Fund		1,368,944
Fleet Maintenance Fund		10,610,520
Facilities Maintenance Fund		1,422,124
Reproduction Services Fund		235,442
Workers' Compensation Fund		3,707,665
Employee Fringe Benefits Fund		472,286
Risk Management Fund		3,585,351
Total internal service funds		21,402,332
Long-term liabilities are not due and payable in the current period. Therefore, they are not reported in the Governmental Funds Balance Sheet. Long-term debt reported in the Internal Service Funds is included in the adjustment above.		
Long-term liabilities - due within one year		(2,995,689)
Long-term liabilities - due in more than one year		(56,453,168)
Total long-term liabilities		(59,448,857)
Net Assets of Governmental Activities	$	177,588,677

See Accompanying Notes to Basic Financial Statements.

ANNUAL
FINANCIAL
REPORT

City of San Buenaventura

Statement of Revenues, Expenditures and Changes in Fund Balances

Governmental Funds

For the year ended June 30, 2007

	Major Funds			
	General Fund	Gas Tax Special Revenue	Park and Recreation Special Revenue	Certificates of Participation Debt Obligation Debt Service
REVENUES:				
Taxes	$ 60,634,346	$ 1,887,565	$ 493,785	$ -
Licenses and permits	1,880,019	-	-	-
Intergovernmental	9,088,638	5,042,237	206,896	-
Charges for services	8,107,233	-	-	-
Fines and forfeitures	1,865,739	-	-	-
Use of money and property	4,040,933	826,496	386,248	360,659
Other revenue	3,442,823	155,781	814,600	-
Total revenues	89,059,731	7,912,079	1,901,529	360,659
EXPENDITURES:				
Current:				
General government	8,276,104	-	-	-
Human resources	1,867,800	-	-	-
Finance and technology	4,357,976	-	-	-
Community development	4,284,899	-	-	-
Community services	6,066,137	-	-	-
Public safety - police	26,816,977	-	-	-
Public safety - fire	16,505,456	-	-	-
Public works	14,239,645	-	-	-
Capital outlays	957,625	5,983,818	2,614,288	-
Debt service:				
Principal retirement	-	-	-	1,995,000
Interest and other charges	-	-	-	2,377,344
Total expenditures	83,372,619	5,983,818	2,614,288	4,372,344
REVENUES OVER (UNDER) EXPENDITURES	5,687,112	1,928,261	(712,759)	(4,011,685)
OTHER FINANCING SOURCES (USES):				
Transfers in	1,822,152	3,238,365	407,500	4,337,317
Transfers out	(12,262,313)	(204,678)	(167,709)	(4,108,539)
Total other financing sources (uses)	(10,440,161)	3,033,687	239,791	228,778
Net change in fund balances	(4,753,049)	4,961,948	(472,968)	(3,782,907)
FUND BALANCES:				
Beginning of year	47,566,722	15,281,199	7,133,530	8,160,129
End of year	$ 42,813,673	$ 20,243,147	$ 6,660,562	$ 4,377,222

See Accompanying Notes to Basic Financial Statements.

Major Funds			
Capital Improvement Capital Projects	Redevelopment Agency Capital Projects	Other Governmental Funds	Total Governmental Funds
$ 258,339	$ 2,988,728	$ 172,116	$ 66,434,879
-	-	-	1,880,019
98,923	-	1,574,412	16,011,106
-	-	879,801	8,987,034
-	-	-	1,865,739
128,459	125,134	527,694	6,395,623
-	6,729	796	4,420,729
485,721	3,120,591	3,154,819	105,995,129
-	-	-	8,276,104
-	-	-	1,867,800
-	-	-	4,357,976
-	-	-	4,284,899
-	-	-	6,066,137
-	-	687,344	27,504,321
-	-	-	16,505,456
-	-	1,254,546	15,494,191
5,518,749	2,379,608	1,440,878	18,894,966
-	-	890,689	2,885,689
-	700,954	1,120,890	4,199,188
5,518,749	3,080,562	5,394,347	110,336,727
(5,033,028)	40,029	(2,239,528)	(4,341,598)
6,458,980	-	1,820,066	18,084,380
(1,954,241)	(497,998)	(79,899)	(19,275,377)
4,504,739	(497,998)	1,740,167	(1,190,997)
(528,289)	(457,969)	(499,361)	(5,532,595)
8,646,936	(8,299,910)	12,384,161	90,872,767
$ 8,118,647	$ (8,757,879)	$ 11,884,800	$ 85,340,172

City of San Buenaventura

Reconciliation of the Governmental Funds Statement of Revenues, Expenditures, and Changes in Fund Balances to the Government-Wide Statement of Activities and Changes in Net Assets

For the year ended June 30, 2007

Net Change in Fund Balances - Total Governmental Funds	$	(5,532,595)
Amounts reported for governmental activities in the Statement of Activities and Changes in Net Assets are different because:		
Governmental funds reported capital outlay as expenditures. However, in the Government-Wide Statement of Activities and Changes in Net Assets, the cost of these assets is allocated over their estimated useful lives as depreciation expense. This is the amount of capital assets recorded in the current period.		15,590,077
The net gain in the equity interest in SCAT is reported in the Government-Wide Statement of Activities and Changes in Net Assets, but does not require the use of current financial resources. Therefore, the net gain is not reported as revenue in Governmental Funds.		2,763,770
Depreciation expense on capital assets is reported in the Government-Wide Statement of Activities and Changes in Net Assets, but does not require the use of current financial resources. Therefore, depreciation expense is not reported as an expenditure in Governmental Funds.		(2,653,584)
Deferred revenue is reported on the accrual basis in the Government-Wide Statement of Activities. The following amount represents the change in accrued deferred revenue from the prior year.		(2,329,147)
Repayment of bond principal is an expenditure in governmental funds, but the repayment reduces long-term liabilities in the Government-Wide Statement of Net Assets.		2,885,689
Accrued interest expense on long-term debt is reported in the Government-Wide Statement of Activities and Changes in Net Assets, but does not require the use of current financial resources. Therefore, accrued interest expense is not reported as an expenditure in Governmental Funds. The following amount represents the change in accrued interest from the prior year.		40,301
Internal service funds are used by management to charge the costs of certain activities, such as insurance and fleet management, to individual funds. The net revenue of the internal service funds is reported with governmental activities.		1,011,900
Change in Net Assets of Governmental Activities	$	11,776,411

See Accompanying Notes to Basic Financial Statements.

PROPRIETARY FUND FINANCIAL STATEMENTS

PROPRIETARY FUND FINANCIAL STATEMENTS

Wastewater Fund – To account for all wastewater activities and treatment services provided to the City of San Buenaventura, including but not limited to administration, operations, maintenance, laboratory, and debt service.

Water Fund – To account for all water activities and water treatment services provided to the City of San Buenaventura and some residents of the County. Such activities include but are not limited to administration, maintenance, distribution, customer service, production, purification, and debt service.

Golf Fund – To account for revenue and costs related to the operation of two municipal golf courses for use by the general public.

Paramedic Services Fund – To account for revenue and costs related to providing basic and advanced life support services to citizens of the City.

Internal Service Funds – These funds are used to provide goods and services by one department or agency to other departments or agencies of the City on a cost reimbursement basis.

COMPREHENSIVE
ANNUAL
FINANCIAL
REPORT

City of San Buenaventura
Statement of Net Assets
Proprietary Funds
June 30, 2007

	Major Funds			
	Wastewater	Water	Golf Course	Paramedic Services
ASSETS				
Current assets:				
Cash and investments	$ 21,083,694	$ 17,085,978	$ 124,848	$ 477,357
Accounts receivable, net	2,234,426	3,098,651	-	-
Due from other funds	-	-	340,133	-
Due from others	26	41,018	909,015	42,059
Due from other governments	-	45,739	-	-
Notes receivable	-	-	-	-
Total current assets	23,318,146	20,271,386	1,373,996	519,416
Noncurrent assets:				
Restricted cash and investments	19,352,368	3,206,934	-	-
Deferred charges	610,217	598,615	-	-
Water rights	-	1,221,838	-	-
State water line construction project	-	21,830,682	-	-
Capital assets:				
Non-depreciable	3,478,761	48,221,109	-	-
Depreciable, net	64,852,263	60,539,724	18,616,813	269,798
Total capital assets	68,331,024	108,760,833	18,616,813	269,798
Total noncurrent assets	88,293,609	135,618,902	18,616,813	269,798
Total assets	111,611,755	155,890,288	19,990,809	789,214
LIABILITIES				
Current liabilities:				
Accounts payable	431,124	937,183	755,602	5,820
Contracts payable	152,055	572,075	29,900	-
Accrued payroll liabilities	-	-	-	-
Interest payable	358,833	289,556	-	-
Deposits held for others	-	887,114	-	-
Capital leases payable	-	-	242,947	-
Claims and judgments payable	-	-	-	-
Compensated absences payable	-	-	-	-
Long-term debt - due within one year	660,000	1,330,515	-	-
Total current liabilities	1,602,012	4,016,443	1,028,449	5,820
Noncurrent liabilities:				
Capital leases payable	-	-	338,091	-
Claims and judgments payable	-	-	-	-
Compensated absences payable	-	-	-	-
Long-term debt - due in more than one year	22,784,413	43,725,884	-	-
Total noncurrent liabilities	22,784,413	43,725,884	338,091	-
Total liabilities	24,386,425	47,742,327	1,366,540	5,820
NET ASSETS				
Invested in capital assets, net of related debt	44,886,611	63,704,434	18,616,813	269,798
Restricted for:				
Capital projects	20,606,082	15,530,095	-	-
Debt service	19,352,368	3,206,934	-	-
Unrestricted	2,380,269	25,706,498	7,456	513,596
Total net assets	$ 87,225,330	$ 108,147,961	$ 18,624,269	$ 783,394

See Accompanying Notes to Basic Financial Statements.

Total	Governmental Activities Internal Service Funds
$ 38,771,877	$ 25,989,724
5,333,077	144,426
340,133	2,831,265
992,118	74,051
45,739	481,669
-	605,000
45,482,944	30,126,135
22,559,302	-
1,208,832	-
1,221,838	-
21,830,682	-
51,699,870	-
144,278,598	8,014,606
195,978,468	8,014,606
242,799,122	8,014,606
288,282,066	38,140,741
2,129,729	456,080
754,030	-
-	2,534,027
648,389	-
887,114	-
242,947	-
-	2,682,832
-	449,250
1,990,515	75,210
6,652,724	6,197,399
338,091	-
-	6,033,493
-	4,084,686
66,510,297	422,831
66,848,388	10,541,010
73,501,112	16,738,409
127,477,656	8,014,606
36,136,177	-
22,559,302	-
28,607,819	13,387,726
$ 214,780,954	$ 21,402,332

City of San Buenaventura
Statement of Revenues, Expenses and Changes in Net Assets
Proprietary Funds
For the year ended June 30, 2007

	Major Funds			
	Wastewater	Water	Golf Course	Paramedic Services
OPERATING REVENUES:				
Utility service charges	$ 15,460,227	$ 20,533,851	$ -	$ 513,823
Golf fee charges	-	-	3,088,836	-
Internal service charges	-	-	-	-
Other operating revenues	-	16,079	-	-
Total operating revenues	15,460,227	20,549,930	3,088,836	513,823
OPERATING EXPENSES:				
Salaries and benefits	3,497,930	4,127,321	202,040	152,800
Contractual services	1,173,311	581,650	3,444,301	-
Materials and supplies	1,700,736	1,734,708	625	68,267
General and administrative	3,931,614	6,663,128	604,377	13,333
Insurance premiums and settlements	-	-	-	-
Depreciation	2,122,196	2,311,389	370,732	27,633
Total operating expenses	12,425,787	15,418,196	4,622,075	262,033
OPERATING INCOME (LOSS)	3,034,440	5,131,734	(1,533,239)	251,790
NONOPERATING REVENUES (EXPENSES):				
Investment income	1,797,241	1,193,564	126,331	16,320
Interest expense	(1,087,333)	(1,540,921)	(9,696)	-
Total nonoperating revenues (expenses)	709,908	(347,357)	116,635	16,320
Income before transfers	3,744,348	4,784,377	(1,416,604)	268,110
Transfers in	-	675,517	3,201,796	-
Transfers out	(2,221,120)	(496,720)	(1,246,460)	-
Change in net assets	1,523,228	4,963,174	538,732	268,110
NET ASSETS:				
Beginning of year	85,702,102	103,184,787	18,085,537	515,284
End of year	$ 87,225,330	$ 108,147,961	$ 18,624,269	$ 783,394

See Accompanying Notes to Basic Financial Statements.

Total	Governmental Activities Internal Service Funds
$ 36,507,901	$ -
3,088,836	-
-	34,555,438
16,079	582,495
39,612,816	35,137,933
7,980,091	4,055,354
5,199,262	2,291,106
3,504,336	2,484,386
11,212,452	15,371,664
-	10,446,552
4,831,950	962,128
32,728,091	35,611,190
6,884,725	(473,257)
3,133,456	232,104
(2,637,950)	(24,931)
495,506	207,173
7,380,231	(266,084)
3,877,313	2,377,421
(3,964,300)	(1,099,437)
7,293,244	1,011,900
207,487,710	20,390,432
$ 214,780,954	$ 21,402,332

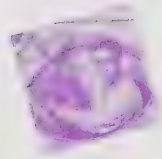
City of San Buenaventura
Statement of Cash Flows
Proprietary Funds
For the year ended June 30, 2007

	Major Funds			
	Wastewater	Water	Golf Course	Paramedic Services
CASH FLOWS FROM OPERATING ACTIVITIES:				
Cash received from customers/other funds	$ 15,521,513	$ 26,223,363	$ 3,270,102	$ 471,764
Cash payments to suppliers for goods and services	(6,531,038)	(8,996,273)	(4,308,071)	(96,198)
Cash payments to employees for services	(3,497,930)	(4,127,321)	(202,040)	(152,800)
Insurance premiums and settlements	-	-	-	-
Other operating revenues	-	16,079	-	-
Net cash provided (used) by operating activities	5,492,545	13,115,848	(1,240,009)	222,766
CASH FLOWS FROM NONCAPITAL FINANCING ACTIVITIES:				
Proceeds from noncapital loans	-	-	-	-
Payment of noncapital loans	-	-	-	-
Transfers to other funds	(2,221,120)	(496,720)	(1,246,460)	-
Transfers from other funds	-	675,517	3,201,796	-
Net cash provided (used) by noncapital financing activities	(2,221,120)	178,797	1,955,336	-
CASH FLOWS FROM CAPITAL AND RELATED FINANCING ACTIVITIES:				
Purchase of capital assets	(2,150,380)	(21,650,805)	(3,053,903)	(108,147)
Net proceeds from water loan	-	6,843,400	-	-
Repayment of revenue bonds	(650,000)	(525,000)	-	-
Interest paid on revenue bonds and contracts	(1,092,750)	(1,544,859)	(9,696)	-
Net cash provided (used) by capital and related financing activities	(3,893,130)	(16,877,264)	(3,063,599)	(108,147)
CASH FLOWS FROM INVESTING ACTIVITIES:				
Investment income, net	1,797,241	1,193,564	126,331	16,320
Net cash provided (used) by investing activities	1,797,241	1,193,564	126,331	16,320
Net increase (decrease) in cash and cash equivalents	1,175,536	(2,389,055)	(2,221,941)	130,939
CASH AND INVESTMENTS:				
Beginning of year	39,260,526	22,681,967	2,346,789	346,418
End of year	$ 40,436,062	$ 20,292,912	$ 124,848	$ 477,357
RECONCILIATION OF OPERATING INCOME TO NET CASH PROVIDED (USED) BY OPERATING ACTIVITIES:				
Operating income (loss)	$ 3,034,440	$ 5,131,734	$ (1,533,239)	$ 251,790
Adjustments to reconcile operating income (loss) to net cash provided (used) by operating activities:				
Depreciation	2,122,196	2,311,389	370,732	27,633
Changes in assets and liabilities:				
Accounts receivable	61,284	65,272	-	-
Due from other funds	-	-	914,471	-
Due from other governments	-	5,626,299	-	-
Due from others	2	(2,059)	(733,205)	(42,059)
Prepaid items	450	-	-	-
Notes receivable	-	-	-	-
Deferred charges	97,582	53,860	-	-
Accounts payable	138,445	275,202	381,073	(14,598)
Contracts payable	38,146	(482,668)	(639,841)	-
Accrued payroll liabilities	-	-	-	-
Deposits held for others	-	136,819	-	-
Claims and judgments payable	-	-	-	-
Compensated absences payable	-	-	-	-
Total adjustments	2,458,105	7,984,114	293,230	(29,024)
Net cash provided (used) by operating activities	$ 5,492,545	$ 13,115,848	$ (1,240,009)	$ 222,766

See accompanying Notes to Basic Financial Statements.

Total	Governmental Activities Internal Service Funds
$ 45,486,742	$ 31,989,308
(19,931,580)	(20,995,523)
(7,980,091)	(4,055,354)
-	(9,372,602)
16,079	582,495
17,591,150	(1,851,676)
-	378,567
-	(77,204)
(3,964,300)	(1,099,437)
3,877,313	2,377,421
(86,987)	1,579,347
(26,963,235)	(2,193,134)
6,843,400	-
(1,175,000)	-
(2,647,305)	-
(23,942,140)	(2,193,134)
3,133,456	207,173
3,133,456	207,173
(3,304,521)	(2,258,290)
64,635,700	28,248,014
$ 61,331,179	$ 25,989,724
$ 6,884,725	$ (473,257)
4,831,950	962,128
126,556	(8,863)
914,471	(2,825,265)
5,626,299	509,211
(777,321)	38,787
450	276
-	(280,000)
151,442	-
780,122	(843,446)
(1,084,363)	(5,197)
-	112,804
136,819	-
-	577,679
-	383,467
10,706,425	(1,378,419)
$ 17,591,150	$ (1,851,676)

FINANCIAL
REPORT



FIDUCIARY FUND FINANCIAL STATEMENTS

FIDUCIARY FUND FINANCIAL STATEMENTS

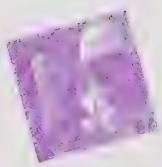
Portobello Assessment District Fund – To account for the funds held in trust by the City as collected from property assessments to be used for payment of debt service on special assessment bonds issued to fund improvements and maintenance of the Portobello Canal.

City of San Buenaventura
Statement of Fiduciary Net Assets
Fiduciary Funds
June 30, 2007

	Fiduciary Funds
ASSETS	
Cash and cash equivalents	$ 93,462
LIABILITIES	
Deposits held for others	$ 93,462

See Accompanying Notes to Basic Financial Statements.

NOTES TO BASIC FINANCIAL STATEMENTS



NOTES TO BASIC FINANCIAL STATEMENTS

City of San Buenaventura
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For the year ended June 30, 2007

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1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The basic financial statements of the City of San Buenaventura, California (City) have been prepared in conformity with generally accepted accounting principles (GAAP) as applied to governmental agencies. The Governmental Accounting Standards Board (GASB) is the accepted standard setting body for establishing governmental accounting and financial reporting principles. The more significant of the City's accounting policies are described below.

A. Description of the Reporting Entity

The City, incorporated as a town on March 10, 1866, was recognized as a city in the State of California by election on December 4, 1905, and was certified on January 5, 1906. The initial City Charter was adopted January 7, 1932, and was revised most recently on November 7, 1995. The City operates under an elected Council and appointed City Manager form of government and provides the following services as authorized by its charter: public safety (police and fire), public works (maintenance services and utilities), community services, and general administrative services.

As required by GAAP, these basic financial statements present the City and its component units, entities for which the City is considered to be financially accountable. Blended component units, although legally separate entities are, in substance, part of the City's operations and data from these units are combined with data of the City. Each blended component unit has a June 30 year-end. The City had no discretely presented component units. The following entities are reported as blended component units:

The Redevelopment Agency of the City of San Buenaventura (Agency) was created by the City of San Buenaventura City Council (City Council) in August 1961. The Agency was formed for the purpose of preparing and carrying out plans for improvement, rehabilitation and redevelopment of blighted areas within the territorial limits of the City. The City Council acts as the Agency's governing board and exerts significant influence over its operations. The funds of the Agency have been included in the governmental activities of the financial statements.

San Buenaventura Public Facilities Financing Authority (Authority) was established by ordinance, pursuant to the City Charter and Constitution of the State of California, as a public body, corporate and politic, acting to facilitate serving the public purposes of the City. The ordinance was adopted on May 28, 1985, and became effective July 1, 1985. The governing body of the Authority is comprised of the consenting members of the City Council. The Authority is empowered to construct, acquire, maintain and improve public facilities and improvements within the City and to sell, lease, exchange, transfer, encumber or otherwise dispose of any interest in property. The Authority's activities presently consist of providing financial assistance to the City through the issuance of certificates of participation and the leasing of assets to the City. At the end of the lease term, all assets revert to the City. The funds of the Authority have been included in the governmental activities of the financial statements.

Complete financial statements for each of the individual component units may be obtained from the City of San Buenaventura, P.O. Box 99, Ventura, California 93002-0099.

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES, Continued

B. Basis of Accounting and Measurement Focus

The accounts of the City are organized on the basis of funds, each of which is considered a separate accounting entity. The operations of each fund are accounted for with a separate set of self-balancing accounts that comprise its assets, liabilities, fund equity, revenues, and expenditures or expenses, as appropriate. Governmental resources are allocated to and accounted for in individual funds based upon the purposes for which they are to be spent and the means by which spending activities are controlled.

Government - Wide Financial Statements

The City's government-wide financial statements include a Statement of Net Assets and a Statement of Activities and Changes in Net Assets. These statements present summaries of governmental and business-type activities for the City accompanied by a total column. Fiduciary activities of the City are not included in these statements.

The basic financial statements are presented on an *"economic resources"* measurement focus and the accrual basis of accounting. Accordingly, all of the City's assets and liabilities, including capital assets, as well as infrastructure assets and long-term liabilities, are included in the accompanying Statement of Net Assets. The Statement of Activities presents changes in net assets. Under the accrual basis of accounting, revenues are recognized in the period in which they are earned while expenses are recognized in the period in which the liability is incurred.

Certain types of transactions are reported as program revenues for the City in three categories:

- Charges for services
- Operating grants and contributions
- Capital grants and contributions

Certain eliminations have been made as prescribed by GASB Statement No. 34 in regards to interfund activities, payables and receivables. All internal balances in the Statement of Net Assets have been eliminated except those representing balances between the governmental activities and the business-type activities, which are presented as internal balances and eliminated in the total primary government column. In the Statement of Activities and Changes in Net Assets, internal service fund transactions have been eliminated; however, those transactions between governmental and business-type activities have not been eliminated. The following interfund activities have been eliminated:

- Due to/from other funds
- Advances to/from other funds
- Transfers in/out

The City applies all applicable GASB pronouncements (including all NCGA Statements and Interpretations currently in effect), as well as the following pronouncements issued on or before November 30, 1989, to the business-type activities, unless those pronouncements conflict with or contradict GASB pronouncements: Financial Accounting Standards Board (FASB) Statements and Interpretations, Accounting Principles Board (APB) Opinions, and Accounting Research Bulletins (ARB) of the Committee on Accounting Procedure. The City applies all applicable FASB Statements and Interpretations issued after November 30, 1989, except those that conflict with or contradict GASB pronouncements.

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES, Continued

B. Basis of Accounting and Measurement Focus, Continued

Governmental Fund Financial Statements

Governmental fund financial statements include a Balance Sheet and a Statement of Revenues, Expenditures and Changes in Fund Balances for all major governmental funds and non-major funds aggregated. An accompanying schedule is presented to reconcile and explain the differences in net assets as presented in these statements to the net assets presented in the government-wide financial statements. The City has presented all major funds that met the applicable criteria. In addition, the City has presented certain funds as major funds because the City believes the financial position and activities of these funds are significant to the City as a whole. The following is a list of these major funds:

General Fund - The general fund was established to account for sources and uses of financial resources traditionally associated with governments, which are not required to be accounted for in another fund.

Gas Tax Special Revenue Fund - To account for revenue received from the State of California and other sources to be used for street maintenance and improvements only.

Park and Recreation Special Revenue Fund - To account for park and recreation facilities tax revenue to be used for planning, acquisition, improvements, or expansion of public parks, playgrounds, or other recreational facilities.

Certificates of Participation (COP) Debt Obligations Fund - To account for the accumulation of resources and payment of long-term debt principal and interest for COP issues by the Public Facilities Financing Authority.

Capital Improvement Capital Projects Fund - To account for financial resources to be used for the purchase or construction of major capital improvements (other than those funded through proprietary or special revenue funds).

Redevelopment Agency Capital Projects Fund - To account for the economic revitalization and redevelopment of the City through acquisition and development of City property determined to be in declining condition.

All governmental funds are accounted for on a spending or *"current financial resources"* measurement focus and the modified accrual basis of accounting. Accordingly, only current assets and current liabilities are included on the Balance Sheet. The Statement of Revenues, Expenditures and Changes in Fund Balances presents increases (revenues and other financing sources) and decreases (expenditures and other financing uses) in net current assets. Under the modified accrual basis of accounting, revenues are recognized in the accounting period in which they become both measurable and available to finance expenditures of the current period.

Revenues are recorded when received in cash, except that revenues subject to accrual (generally 60 days after year-end) are recognized when due. The primary revenue sources, which have been treated as susceptible to accrual by the City, are property tax, sales tax, intergovernmental revenues and other taxes. Expenditures are recorded in the accounting period in which the related fund liability is incurred.

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES, Continued

B. Basis of Accounting and Measurement Focus, Continued

Deferred revenues arise when potential revenues do not meet both the "measurable" and "available" criteria for recognition in the current period. Deferred revenues also arise when the government receives resources before it has a legal claim to them, as when grant monies are received prior to incurring qualifying expenditures. In subsequent periods, when both revenue recognition criteria are met or when the government has a legal claim to the resources, the deferred revenue is removed from the Balance Sheet and revenue is recognized.

The Reconciliation of the Governmental Fund Financial Statements to the Government-Wide Financial Statements is provided to explain the differences created by the integrated approach of GASB Statement No. 34.

Proprietary Fund Financial Statements

Proprietary fund financial statements include a Statement of Net Assets, a Statement of Revenues, Expenses and Changes in Fund Net Assets, and a Statement of Cash Flows for each major proprietary fund. The following is a list of the proprietary funds:

Wastewater Fund – To account for all sewer activities and treatment services provided to the City of San Buenaventura, including, but not limited to administration, operations, maintenance, laboratory, and debt service.

Water Fund – To account for all water activities and water treatment services provided to the City of San Buenaventura and some residents of the County. Such activities include but are not limited to administration, maintenance, distribution, customer service, production, purification, and debt service.

Golf Course Fund – To account for revenue and costs related to the operation of two municipal golf courses for use by the general public.

Paramedic Services Fund – To account for revenue and costs related to providing basic and advanced life support services to citizens of the City.

A separate column representing internal service funds is also presented in these statements; however, internal service balances and activities have been combined with the governmental activities in the government-wide financial statements. The following is a list of the internal service funds:

Information Technology Fund - To account for costs related to the replacement and maintenance of the City's computer infrastructure. Costs are recovered through a monthly user fee charged to City departments.

Fleet Maintenance Fund - To account for costs related to operations of the central fleet maintenance system, which provides vehicles for all City departments. Costs are recovered through a monthly user fee charged to City departments.

Facilities Maintenance Fund - To account for costs related to providing building maintenance services to all City departments. A monthly fee, based on square footage, is charged to City departments to recover these costs.

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES, Continued

B. Basis of Accounting and Measurement Focus, Continued

Reproduction Services Fund - To account for costs related to printing and reproduction of materials by all City departments. Costs are recovered through a monthly fee charged to City departments using the service.

Workers' Compensation Fund - To account for costs and liabilities related to the Workers' Compensation Program. Costs are recovered through a monthly fee based on employee-type charges to City departments.

Employee Fringe Benefits Fund - To account for costs and liabilities related to health, life, dental and disability insurances, public employees' retirement system, federal and state taxes, association dues, leave time benefits and miscellaneous deductions paid by the City on behalf of the employees. A bi-weekly employee benefit charge, based on a percentage of gross payroll, is charged to City departments to recover these costs.

Risk Management Fund - To account for costs of providing public liability insurance coverage to operating funds. Costs are recovered from those funds that benefit from the insurance coverage.

Proprietary funds are accounted for using the *"economic resources"* measurement focus and the accrual basis of accounting. Accordingly, all assets and liabilities (whether current or non-current) are included on the Statement of Net Assets. The Statement of Revenues, Expenses and Changes in Fund Net Assets presents increases (revenues) and decreases (expenses) in total net assets. Under the accrual basis of accounting, revenues are recognized in the period in which they are earned while expenses are recognized in the period in which the liability is incurred.

Operating revenues in the proprietary funds are those revenues that are generated from the primary operations of the fund. All other revenues are reported as non-operating revenues. Operating expenses are those expenses that are essential to the primary operations of the fund. All other expenses are reported as non-operating expenses.

Fiduciary Fund Financial Statements

Fiduciary fund financial statements include a Statement of Fiduciary Net Assets. The City's fiduciary funds represent agency funds, which are custodial in nature (assets equal liabilities) and do not involve measurement of results of operations. Agency funds are reported using the accrual basis of accounting. The City currently reports one fiduciary fund detailed below:

Portobello Assessment District Fund - To account for the funds held in trust by the City as collected from property assessments to be used for payment of debt service on special assessment bonds issued to fund improvements and maintenance of the Portobello Canal.

C. Use of Restricted/Unrestricted Net Assets

When an expense is incurred for purposes for which both restricted and unrestricted net assets are available, the City's policy is to apply restricted net assets first.

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES, Continued

D. Cash, Cash Equivalents and Investments

The City pools its available cash for investment purposes. The City's cash and cash equivalents are considered to be cash on hand, demand deposits, and short-term investments with original maturity of three months or less from the date of acquisition. Cash and cash equivalents are combined with investments and displayed as Cash and Investments.

In accordance with GASB Statement No. 31, *Accounting and Financial Reporting for Certain Investments and for External Investment Pools*, highly liquid market investments with maturities of one year or less at time of purchase are stated at amortized cost. All other investments are stated at fair value. Market value is used as fair value for those securities for which market quotations are readily available.

The City participates in an investment pool managed by the State of California titled Local Agency Investment Fund (LAIF), which has invested a portion of the pool funds in Structured Notes and Asset-backed Securities. LAIF's investments are subject to credit risk with the full faith and credit of the State of California collateralizing these investments. In addition, these Structured Notes and Asset-backed Securities are subject to market risk as to change in interest rates.

For purposes of reporting cash flows, the City considers each fund's share in the cash and investments pool to be cash and cash equivalents including cash with fiscal agents.

E. Restricted Cash and Investments

Certain restricted cash and investments are held by fiscal agents for the redemption of bonded debt and for acquisition and construction of capital projects. Cash and investments are also restricted for deposits held for others within the enterprise funds. The restricted cash and investments are combined with unrestricted cash and investments and displayed as Cash and Investments.

F. Inventories and Prepaid Items

Inventory is valued at cost using the first in, first out method. Inventory in the proprietary funds consists of expendable supplies held for future consumption or capitalization. The cost is recorded as an expense as inventory items are consumed. Certain payments to vendors reflect costs applicable to future accounting periods and are recorded as prepaid items.

G. Assets Held for Resale

Land and buildings held for resale are recorded at the lower of cost or estimated net realizable value. Fund balances are reserved in amounts equal to the carrying value of land and buildings held for resale, because such assets are not available to finance the City's current operations.

H. Interfund Transactions

Activity between funds that is representative of lending/borrowing arrangements outstanding at the end of the fiscal year are referred to as either "due to/from other funds" (i.e., the current portion of interfund loans) or "advances to/from other funds" (i.e., the non-current portion of interfund loans). Any residual balances outstanding between the governmental activities and business-type activities are reported in the government-wide financial statements as "internal balances."

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES, Continued

H. Interfund Transactions (continued)

Advances between funds, reported in the fund financial statements, are offset by a fund balance reserve account in applicable governmental funds to indicate that they are not available for appropriation and are not expendable available financial resources.

I. Capital Assets

The City's assets are capitalized at historical cost or estimated historical cost. City policy has set the capitalization threshold for reporting capital assets at $5,000 and for reporting infrastructure assets at $5,000. Gifts or contributions of capital assets are recorded at fair market value when received. Depreciation is recorded on a straight-line basis over the useful lives of the assets as follows:

Buildings and Improvements	10 – 76 years
Improvements other than buildings	10 – 75 years
Machinery and Equipment	2 – 75 years
Infrastructure	5 – 50 years

In June 1999, the Governmental Accounting Standards Board (GASB) issued Statement No. 34, which requires the inclusion of infrastructure capital assets in local governments' basic financial statements. In accordance with Statement No. 34, the City has included the value of all infrastructure in the basic financial statements.

The City defines infrastructure as the basic physical assets that allow the City to function. These assets include the streets, water purification and distribution system, sewer collection and treatment system, park and recreation lands and improvement system, storm water conveyance system, and buildings combined with site amenities such as parking and landscaped areas used by the City in the conduct of its business. Each major infrastructure system can be divided into subsystems. For example, the street system can be subdivided into pavement, curb and gutters, sidewalks, medians, streetlights, traffic control devices (signs, signals and pavement markings), landscaping and land.

These subsystems are not delineated in the basic financial statements. The appropriate operating department maintains information regarding the subsystems.

Interest accrued during capital assets construction, if any, is capitalized for the business-type and proprietary funds as part of the asset cost.

For all infrastructure systems, the City elected to use the basic approach as defined by GASB Statement No. 34 for infrastructure reporting. The City commissioned an appraisal of City-owned infrastructure and property as of June 30, 2001. This appraisal determined the estimated historical cost, which is defined as the actual cost to acquire new property in accordance with market prices at the time of first construction/acquisition. Estimated historical costs were developed in one of three ways: (1) historical records; (2) standard unit costs appropriate for the construction/acquisition date; or (3) present cost indexed by a reciprocal factor of the price increase from the construction/acquisition date to the current date. The accumulated depreciation, defined as the total depreciation from the date of construction/acquisition to the current date on a straight line, unrecovered cost method, was computed using industry accepted life expectancies for each infrastructure subsystem. The book value was then computed by deducting the accumulated depreciation from the estimated historical cost.

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES, Continued

J. Compensated Absences

The City accrues the cost of annual vacation leave as earned for all eligible employees.

The City accrues the cost of sick leave for all employees following ten (10) years of continuous City service, when employees become eligible for a payout of the balance of unused sick leave upon separation (resignation or retirement). The amount of payout varies by employee group as follows:

> All police and fire unit employees are eligible to receive a sick leave payout based on the number of "credits" earned after ten years of service. Credits are earned by using less sick leave hours annually than the negotiated standard. Police unit employees with 1-19 credits receive a 25 percent payout, employees with 20 credits receive a 50 percent payout up to a maximum of 1,440 hours upon retirement. Fire unit employees with 1-19 credits receive a 25 percent payout, employees with 20 credits receive a 50 percent payout up to a maximum of 2,016 hours.

Vacation and sick leave benefits are accrued and recorded in the Employee Fringe Benefits Internal Service Fund. Compensated absences are generally liquidated by the Internal Service Fund.

K. Long-Term Debt

In the government-wide financial statements, long-term debt and other long-term obligations are reported as liabilities in the applicable governmental activities. Bond premiums and discounts, as well as issuance costs, are deferred and amortized over the life of the bonds using the effective interest method. Bonds payable are reported net of the applicable bond premium or discount. Bond issuance costs are reported as deferred charges and amortized over the term of the related debt.

In the fund financial statements, governmental fund types recognize bond premiums and discounts, as well as bond issuance costs, during the current period. The face amount of debt issued is reported as other financial sources. Premiums received on debt issuances are reported as other financing sources while discounts on debt issuances are reported as other financing uses. Issuance costs, whether or not withheld from the actual debt proceeds received, are reported as debt service expenditures.

L. Interest Payable

In the government-wide financial statements, interest payable on long-term debt is recognized as the liability is incurred for governmental fund types and proprietary fund types.

In the fund financial statements, proprietary fund types recognize the interest payable when the liability is incurred.

M. Property Taxes

Property taxes are levied based on a fiscal year (July 1 – June 30). The property tax assessments are formally due on November 1 and February 1, and become delinquent as of December 10 and April 10, respectively. Taxes become a lien on the property effective March 1 of the preceding year.

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES, Continued

N. Net Assets

In the government-wide financial statements, net assets are classified in the following categories:

Invested in Capital Assets, net of Related Debt – This amount consists of capital assets net of accumulated depreciation and reduced by outstanding debt attributed to the acquisition, construction, or improvement of the assets.

Restricted Net Assets – This amount is restricted by external creditors, grantors, contributors, laws or regulations of other governments.

Unrestricted Net Assets – This amount is all net assets that do not meet the definition of "invested in capital assets, net of related debt" or "restricted net assets."

O. Fund Balances - Reservations and Designations

In the fund financial statements, governmental funds report reservations of fund balances for amounts that are not available for appropriation or are legally restricted by outside parties for use for a specific purpose. Designations of fund balance represent tentative management plans that are subject to change.

P. Use of Estimates

The preparation of the basic financial statements, in conformity with generally accepted accounting principles, requires management to make estimates and assumptions. These estimates and assumptions affect the reported amounts of assets and liabilities and the disclosure of contingent assets and liabilities. In addition, estimates affect the reported amount of expenses. Actual results could differ from these estimates and assumptions.

2. CASH AND INVESTMENTS

A. Cash and Investments

Cash and investments as of June 30, 2007, are classified in the accompanying financial statements as follows:

Statement of net assets:	
Cash and investments	$ 147,138,388
Investment in bonds	935,000
Cash and investments held by bond trustee	28,901,433
Fiduciary funds:	
Cash and investments	93,462
Total cash and investments	$ 177,068,283

2. CASH AND INVESTMENTS, Continued

A. Cash and Investments (continued)

Cash and investments as of June 30, 2007, consist of the following:

Cash on hand	$	26,245
Deposits with financial institutions		1,413,144
Investments		175,628,894
Total cash and investments	$	177,068,283

B. Investments Authorized by the California Government Code and the City's Investment Policy

The table below identifies the investment types that are authorized for the City by the California Government Code (or the City's investment policy, where more restrictive). The table also identifies certain provisions of the California Government Code (or the City's investment policy, where more restrictive) that address interest rate risk, credit risk, and concentration of credit risk. This table does not address investments of debt proceeds held by bond trustee that are governed by the provisions of debt agreements of the City, rather than the general provisions of the California Government Code or the City's investment policy.

Authorized Investment Type	Maximum Maturity	Maximum Percentage of Portfolio*	Maximum Investment in One Issuer
U.S. Treasury Obligations	5 years	None	None
U.S. Agency Securities	5 years	None	None
Banker's Acceptances	180 days	40%	30%
Commercial Paper	270 days	25%	10%
Negotiable Certificates of Deposit	5 years	30%	None
Certificates of Deposit	5 Years	N/A	None
Repurchase Agreements	90 days	N/A	N/A
Medium-Term Notes	5 years	30%	None
Money Market Mutual Funds	N/A	20%	10%
Municipal Debt	30 years	N/A	N/A
Local Agency Investment Fund (LAIF)	N/A	$40 million	None

* Excluding amounts held by bond trustee that are not subject to California Government Code restrictions.

2. CASH AND INVESTMENTS, Continued

C. Investments Authorized by Debt Agreements

Investment of debt proceeds held by bond trustee are governed by provisions of the debt agreements, rather than the general provisions of the California Government Code or the City's investment policy. The table below identifies the investment types that are authorized for investments held by bond trustee. The table also identifies certain provisions of these debt agreements that address interest rate risk, credit risk, and concentration of credit risk.

Authorized Investment Type	Maximum Maturity	Maximum Percentage Allowed	Maximum Investment in One Issuer
U.S. Treasury Obligations	30 years	None	None
Money Market Mutual Funds	N/A	N/A	N/A
Guaranteed Investment Contract	30 years	N/A	N/A
Local Agency Investment Fund	N/A	N/A	None

D. Disclosures Relating to Interest Rate Risk

Interest rate risk is the risk that changes in market interest rates will adversely affect the fair market value of an investment. Generally, the longer the maturity of an investment, the greater the sensitivity of its fair value to changes in market interest rates. One of the ways that the City manages its exposure to interest rate risk is by purchasing a combination of shorter term and longer term investments and by timing cash flows from maturities so that a portion of the portfolio is maturing or coming close to maturity evenly over time, as necessary to provide the cash flow and liquidity needed for operations.

Information about the sensitivity of the fair values of the City's investments (including investments held by bond trustee) to market interest rate fluctuations is provided by the following table that shows the distribution of the City's investments by maturity:

		Remaining Maturity (in Months)			
Investment Type		12 Months or Less	13 to 24 Months	25-59 Months	60 < Months
Federal Agency Securities	$ 102,037,100	$ 58,410,400	$ 19,819,000	$ 23,807,700	$ -
Municipal Debt	935,000	-	-	-	935,000
Medium Term Notes	7,813,900	-	-	7,813,900	-
Local Agency Investment Fund	33,425,129	33,425,129	-	-	-
Treasury Security Coupons	1,985,400	1,985,400	-	-	-
Held by bond trustee:					
Money Market Funds	5,779,724	5,779,724	-	-	-
Investment Contracts	20,457,130	18,440,997	-	-	2,016,133
Local Agency Investment Fund	3,195,511	3,195,511	-	-	-
Total	$ 175,628,894	$ 121,237,161	$ 19,819,000	$ 31,621,600	$ 2,951,133

2. CASH AND INVESTMENTS, Continued

E. Disclosures Relating to Credit Risk

Generally, credit risk is the risk that an issuer of an investment will not fulfill its obligation to the holder of the investment. This is measured by the assignment of a rating by a nationally recognized statistical rating organization. The following presentation is the minimum rating required by (where applicable) the California Government Code, the City's investment policy, or debt agreements, and the actual rating as of year-end for each investment type:

Investment Type		Minimum Rating	Exempt From Rating	AAA	Not Rated
Federal Agency Securities	$ 102,037,100	N/A			$ 102,037,100
Municipal Debt	935,000	N/A			935,000
Medium Term Notes	7,813,900	A		$ 7,813,900	
Local Agency Investment Fund	33,425,129	N/A			33,425,129
Treasury Security Coupons	1,985,400	N/A	$ 1,985,400		
Held by bond trustee:					
Money Market Funds	5,779,724	A		5,779,724	
Investment Contracts	20,457,130	N/A			20,457,130
Local Agency Investment Fund	3,195,511	N/A			3,195,511
Total	$ 175,628,894		$ 1,985,400	$ 13,593,624	$ 160,049,870

See note 2F below for Federal Agency Securities by institution.

F. Concentration of Credit Risk

The investment policy of the City contains limitations on the amount that can be invested in any one issuer beyond that stipulated by the California Government Code. Investments in any one issuer that represent 5 percent or more of total City's investments are as follows:

Issuer	Investment Type	Reported Amount
FNMA	Federal Agency Securities	$ 29,743,500
Federal Home Loan Bank	Federal Agency Securities	46,503,600
Federal Home Loan Mortgage Corp	Federal Agency Securities	21,824,200

2. CASH AND INVESTMENTS, Continued

G. Custodial Credit Risk

Custodial credit risk for *deposits* is the risk that, in the event of the failure of a depository financial institution, a government will not be able to recover its deposits or will not be able to recover collateral securities that are in the possession of an outside party. The custodial credit risk for *investments* is the risk that, in the event of the failure of the counterparty (e.g., broker-dealer) to a transaction, a government will not be able to recover the value of its investment or collateral securities that are in the possession of another party. The California Government Code and the City's investment policy do not contain legal or policy requirements that would limit the exposure to custodial credit risk for deposits or investments, other than the following provision for deposits: The California Government Code requires that a financial institution secure deposits made by state or local governmental units by pledging securities in an undivided collateral pool held by a depository regulated under state law (unless so waived by the governmental unit). The market value of the pledged securities in the collateral pool must equal at least 110 percent of the total amount deposited by the public agencies. California law also allows financial institutions to secure City deposits by pledging first trust deed mortgage notes having a value of 150 percent of the secured public deposits.

As of June 30, 2007, City investments in the following investment types were held by the safekeeping department of Bank of New York and the City uses other broker-dealers to buy the securities:

Investment Type	Reported Amount
Federal Agency Securities	$ 102,037,100

H. Investment in State Investment Pool

The City is a voluntary participant in the Local Agency Investment Fund (LAIF) that is regulated by California Government Code Section 16429 under the oversight of the Treasurer of the State of California. The fair value of the City's investment in this pool is reported in the accompanying financial statements at amounts based upon the City's pro-rata share of the fair value provided by LAIF for the entire LAIF portfolio (in relation to the amortized cost of that portfolio). The balance available for withdrawal is based on the accounting records maintained by LAIF, which are recorded on an amortized cost basis.

3. LOANS AND NOTES RECEIVABLE

At June 30, 2007, loans and notes receivable consisted of the following:

	Balance July 1, 2006	Additions	Deletions	Balance June 30,2007
City Home	$ 806,756	$ -	$ (45,000)	$ 761,756
Business Assistance Program:				
Micro Loan	603,094	225,045	(64,196)	763,943
Code Compliance Assistance	176,259	41,418	(49,249)	168,428
Commercial Rehabilitation Loan	342,996	97,712	(87,190)	353,518
Economic Development Loan	400,000	251,368	(53,748)	597,620
City Officials	325,000	280,000	-	605,000
Redevelopment Agency:				
Disposition and development agreement - 1997	500,000	-	-	500,000
Disposition and development agreements - 2002	-	10,000	(10,000)	-
Homebuyer Assistance Program	47,645	363,406	-	411,051
CHFA HELP Program Loan	75,950	4,277	(56,753)	23,474
Housing Preservation Program	1,004,493	661,266	(144,908)	1,520,851
Total	$ 4,282,193	$ 1,934,492	$ (511,044)	$ 5,705,641

A. City Home

The general purpose of the City Home program is to promote neighborhood stabilization, stimulate private reinvestment, and broaden affordable housing opportunities.

The Program is administered by the Housing Authority of San Buenaventura and provides deferred loans, to low-income residents who are first-time homebuyers, for down-payment assistance.

B. Business Assistance Program

The interest rate will be fixed at the cost of City funds, plus two points. The borrower is responsible for repaying the entire loan, plus interest in a timely manner. The maximum term of the loan will not exceed 10 years. All loan programs must adhere to adopted Design Guidelines and Design Review Requirements where applicable.

There are four components to the Business Assistance Program:

Micro Loan Program - The primary goal of this program is to create jobs and support the growth and success of small businesses in San Buenaventura. This is a flexible program designed for existing and new small businesses. The minimum loan to any business is $10,000 with a maximum of $50,000.

Code Compliance Assistance Program - The Code Compliance Assistance Program is to support businesses with building code compliance requirements on existing commercial properties. This program is designed to encourage code compliance and public safety in conjunction with Inspection Services.

3. LOANS AND NOTES RECEIVABLE, Continued

B. *Business Assistance Program, Continued*

Commercial Rehabilitation Loan Program - The Commercial Rehabilitation Loan Program is designed to encourage revitalization and renovation of older commercial districts while promoting physical enhancement of commercial property. The program goal is to foster business growth or retention through a more conducive and marketable physical environment. Qualified property owners and businesses may be eligible to receive below market rate loans for façade, construction, or building renovation. This program is targeted to the Downtown Redevelopment Area and the Westside Revitalization Area.

Economic Development Loan Program – The Economic Development Loan Program is designed to encourage and facilitate business in Ventura in that the business will generate significant sales tax revenues for the City that can be applied to fund the many City facilities and services that benefit the Ventura community.

All loan programs must adhere to adopted Design Guidelines and Design Review requirements where applicable.

C. *City Officials*

The City Council has established mortgage assistance benefits by resolution because such benefits are recognized as an important tool to encourage key officials to live in the City. It also provides an added incentive to generate the most qualified pool of applicants for statewide and out-of-state recruitments.

The City has two loans outstanding for the purpose of mortgage assistance in the purchase of a home. The loans are secured by a deed of trust on the properties.

The following table summarizes the loan activity:

Date Issued	Original Amount of Loan	Term of Loan	Balance July 1, 2006	Additions	Deletions	Balance June 30, 2007
2003	$ 325,000	*	$ 325,000	$ -	$ -	$ 325,000
2007	280,000	*	-	280,000	-	280,000
Total			$ 325,000	$ 280,000	$ -	$ 605,000

* The City's share of its equity interest in the Ventura Residences shall be due and payable in full: (1) immediately upon the sale of or other transfer of title to the Ventura Residence by Employee; (2) within 120 days of the Employee's termination for any reason whatsoever, or; (3) within 120 days of the termination of Employee's use of the Ventura Residence as a principal residence.

3. LOANS AND NOTES RECEIVABLE, Continued

D. Redevelopment Agency

Disposition and Development Agreement – 1997 - The Agency entered into a disposition and development agreement in October 1997 to loan $500,000 to a limited liability company to construct certain improvements on property within the Agency's Downtown Redevelopment Project Area. The loan is secured by a deed of trust and bears no interest. The total amount is due in October of 2007; however, the note can be forgiven upon the occurrence of certain events. The outstanding amount due to the Agency as of June 30, 2007, was $500,000.

Homebuyer Assistance Program - The Agency entered into an agreement on September 13, 1999. The outstanding amount due to the Agency as of June 30, 2007, was $411,051.

E. CHFA HELP Loans

The primary goal of this program is for rental rehabilitation or seismic improvements of multifamily housing units in designated target areas. The City provided a 3 percent interest rate, fully amortizing loans for property rehabilitation to landlords for 15 to 30 years. Participating landlords agreed to fix maximum rents at fair market rates established for the HUD Section 8 Program during the term of the HELP Loan. Eligible developments must be occupied by a minimum of 51 percent low-income households, adjusted for family size, as defined by HUD, at the initiation of negotiations between the Landlord and the City. The outstanding balance as of June 30, 2007, was $23,474. The program is no longer active except for one existing loan.

F. Housing Preservation Program

Under the Housing Preservation Program (HPP), low interest loans are available to qualifying low and moderate-income households to rehabilitate single-family owner-occupied properties. Special hardship grants are also available on an urgent need basis to address immediate threats to health and safety. The outstanding amount as of June 30, 2007, was $1,520,851.

4. INTERFUND TRANSACTIONS

A. Fund Financial Statements

Advances to/from Other Funds

As of June 30, 2007, balances of advances to/from other funds were as follows:

Advances from other funds	Advances to other funds General Fund
Redevelopment Agency Capital Projects Fund	$ 14,115,040

4. INTERFUND TRANSACTIONS, Continued

A. Fund Financial Statements

Advances to/from Other Funds

The long-term advances consisted of the following:

	Balance 7/1/2006	Additions	Deletions	Balance 6/30/2007
Line of Credit	$ 14,019,085	$ 95,955	$ -	$ 14,115,040

The advances between the Agency and the City have been established through a cooperation agreement, first approved in 1980, describing the operation support provided to the Agency, and the terms and conditions for repayment of City loans or advances. In June 1992 and May 1997, a restated and amended cooperation agreement was adopted for the purpose of restructuring the financial aspects of the relationship. In 2004, an amended cooperation agreement was adopted to establish predictable revenue stream into the General Fund and accumulation of project funds for the Agency.

The 2004 amended agreement calls for: (1) the Agency to reimburse the City with interest payments of $500,000 to $731,304 through May 15, 2009, beginning May 15, 2005; (2) interest payments accruing at five percent on the total amount of principal owed by the Agency to the City beginning July 1, 2004; (3) in the event there is insufficient tax increments to make a debt payment, the Agency may request to defer that portion that is unable to be paid in the current year to an upcoming year, any request shall be presented to City Council at a regular meeting, on or before June 30 of that year, and; (4) in the event the tax increments exceeds expenditures, including debt service and interest, the City and Agency agree to reconsider the debt schedule during the budget development to ensure that the accumulation of project funds does not adversely impact the General Fund.

The City may elect to reloan funds to the Agency, on an as-needed basis, through a line of credit, as described in the agreement. Currently, the City supports the Agency by making advances for project costs and administrative expenses and fully reserves the potential line of credit available in the City's General Fund. The outstanding line of credit balance at June 30, 2007, was $14,115,040. The Agency's liability with respect to the line of credit is also included in the City's General Fund in the basic fund financial statements.

Due to/from Other Funds

As of June 30, 2007, balances of due to/from other funds were as follows:

	Due from other funds						
		Capital Projects			Internal Services		
Due to other funds	General Fund	Capital Improvement	Redevelopment Agency	Golf Course	Facilities Maintenance	Workers Compensation	Total
General Fund	$ -	$ -	$ -	$ -	$ -	$ 2,796,413	$ 2,796,413
Certificates of Participation Debt Obligation	99,682	100,429	-	340,133	34,852	-	575,096
Other Governmental Funds	-	-	36,868	-	-	-	36,868
Total	$ 99,682	$ 100,429	$ 36,868	$ 340,133	$ 34,852	$ 2,796,413	$ 3,408,377

4. INTERFUND TRANSACTIONS, Continued

A. Fund Financial Statements, Continued

General Fund

Recovery of facilities maintenance costs to be reimbursed next year.

Certificates of Participation Debt Obligation

Capital Improvement construction expenditures to be reimbursed next year with debt financing funds.

Other Governmental Funds

Housing and Community Development Block Grant to be reimbursed next year.

Transfers

Transfers for the year ended June 30, 2007, were as follows:

	Transfers In									
	Major Funds									
				Debt Service	Capital Projects Funds	Enterprise				
Transfers Out	General Fund	Gas Tax Special Revenue	Park and Recreation Special Revenue	Certificates of Participation Debt Obligation	Capital Improvement	Water	Golf Course	Internal Service Funds	Other Governmental Funds	Total
General Fund	$ -	$ 500,000	$ 407,500	$ 3,305,857	$ 4,989,617	$ -	$ -	$ 1,816,134	$ 1,243,205	$ 12,262,313
Special Revenue Funds:										
Gas Tax	200,272	-	-	-	-	-	-	-	4,406	204,678
Parks and Recreation	150,000	-	-	-	-	-	-	-	17,709	167,709
Debt Service Fund:										
Certificates of Participation-Debt Obligation	400,000	-	-	-	467,692	-	3,179,560	61,287	-	4,108,539
Capital Projects Funds:										
Capital Improvement	-	1,447,816	-	-	-	-	-	500,000	6,425	1,954,241
Redevelopment Agency	-	-	-	-	-	-	-	-	497,998	497,998
Enterprise Funds:										
Wastewater	250,248	1,262,443	-	-	13,172	675,517	-	-	19,740	2,221,120
Water	298,969	28,106	-	-	139,062	-	-	-	30,583	496,720
Golf Course	215,000	-	-	1,031,460	-	-	-	-	-	1,246,460
Other Governmental Funds	57,663	-	-	-	-	-	22,236	-	-	79,899
Internal Service Fund	250,000	-	-	-	849,437	-	-	-	-	1,099,437
Total	$ 1,822,152	$ 3,238,365	$ 407,500	$ 4,337,317	$ 6,458,980	$ 675,517	$ 3,201,796	$ 2,377,421	$ 1,820,066	$ 24,339,114

4. INTERFUND TRANSACTIONS, Continued

A. Fund Financial Statements, Continued

The transfers were for the following purposes:

General Fund transfers to:		
Gas Tax	$ 500,000	To provide funding for annual street maintenance projects.
Park and Recreation	407,500	To provide funding for the Community Park co-generation system.
Certificate of Participation Debt	3,305,857	For payment of the annual debt service requirements.
Capital Improvement	4,989,617	To provide funding for the purchase of the 505 Poli building, Surfers Point improvement project, and the Management Information System project.
Internal Service Funds	1,816,134	For future computer, vehicle and building replacement and increased retiree health insurance.
Other Governmental Funds	1,243,205	To provide funding for future annual debt service requirements and reimbursement of public safety expenditures.
	$ 12,262,313	
Gas Tax transfers to:		
General Fund	$ 200,272	For reimbursement of Gas Tax eligible expenditures.
Other Governmental Funds	4,406	For funding of future public art projects.
	$ 204,678	
Park and Recreation transfers to:		
General Fund	$ 150,000	For reimbursement of funding provided for improvement projects financed through prior debt financing.
Other Governmental Funds	17,709	For funding of future public art projects.
	$ 167,709	
Certificate of Participation Debt Obligation transfers to:		
General Fund	$ 400,000	For reimbursement of expenditures on improvement projects financed through debt financing.
Capital Improvement	467,692	For reimbursement of expenditures on improvement projects financed through debt financing.
Golf Course	3,179,560	For reimbursement of expenditures on improvement projects financed through debt financing.
Internal Service Funds	61,287	For reimbursement of expenditures on improvement projects financed through debt financing.
	$ 4,108,539	
Capital Improvement transfers to:		
Gas Tax	$1,447,816	To provide funding for annual street maintenance projects.
Internal Service Funds	500,000	To provide funding for the purchase of a new fire truck.
Other Governmental Funds	6,425	For funding of future public art projects.
	$ 1,954,241	

4. INTERFUND TRANSACTIONS, Continued

A. Fund Financial Statements, Continued

Transfers, Continued

Redevelopment Agency transfers to:		
Other Governmental Funds	$ 497,998	For payment of the annual debt service requirements.
Wastewater transfers to:		
General Fund	$ 250,248	Annual utility right-of-way payment.
Gas Tax	1,262,443	For reimbursement of Wastewater improvements completed in Gas Tax projects.
Capital Improvement	13,172	To provide funding for the Management Information System project.
Water	675,517	For reimbursement of the Utility Billing Office expenditures shared by Wastewater.
Other Governmental Funds	19,740	For funding of future public art projects.
	$ 2,221,120	
Water transfers to:		
General Fund	$ 298,969	Annual utility right-of-way payment.
Gas Tax	28,106	For reimbursement of Water improvements completed in Gas Tax projects.
Capital Improvement	139,062	To provide funding for the Management Information System project.
Other Governmental Funds	30,583	For funding of future public art projects.
	$ 496,720	
Golf Course transfers to:		
General Fund	$ 215,000	Annual land lease payment.
Certificate of Participation Debt Obligation	1,031,460	For funding of future public art projects.
	$ 1,246,460	
Other Governmental Funds transfers to:		
General Fund	$ 57,663	For administrative overhead expenditures related to the Maintenance Assessment Fund and the Housing and Community Block Grant Fund for the affordable housing program.
Golf Course	22,236	Return of prior funding of public art projects; project completed in the Wastewater Fund.
	$ 79,899	
Internal Service Funds transfers to:		
General Fund	$ 250,000	For reimbursement of funding provided for improvement projects financed through prior debt financing.
Capital Improvement	849,437	To provide funding for the Management Information System project.
	$ 1,099,437	

5. LAND AND BUILDINGS HELD FOR RESALE

Balance July 1, 2006	Additions	Deletions	Balance June 30, 2007
$ 2,500,887	$ -	$ -	$ 2,500,887

Land and buildings held for resale are recorded at the lower of cost or estimated net realizable value. The available fund balance is reserved in an amount equal to the carrying value of land and buildings held for resale because such assets are not available to finance the City's current operations. The amount recorded as assets held for resale and the corresponding fund balance reserved as of June 30, 2007, was $2,500,887.

6. CAPITAL ASSETS

A. Government-Wide Financial Statements

At June 30, 2007, the City's capital assets consisted of the following:

	Government Activities	Business-Type Activities	Total
Non-depreciable assets:			
Land	$ 14,695,156	$ 483,478	$ 15,178,634
Construction in progress	15,489,645	51,216,392	66,706,037
Total non-depreciable assets	30,184,801	51,699,870	81,884,671
Depreciable assets:			
Buildings and improvements	61,532,008	50,084,875	111,616,883
Improvements other than buildings	16,160,994	61,332,504	77,493,498
Machinery and equipment	36,868,438	100,339,472	137,207,910
Infrastructure	89,053,662	55,329	89,108,991
Total depreciable assets	203,615,102	211,812,180	415,427,282
Less accumulated depreciation for:			
Buildings and improvements	(21,726,495)	(17,651,060)	(39,377,555)
Improvements other than buildings	(4,024,743)	(27,046,366)	(31,071,109)
Machinery and equipment	(14,849,999)	(22,836,156)	(37,686,155)
Infrastructure	(61,278,256)	-	(61,278,256)
Total accumulated depreciation	(101,879,493)	(67,533,582)	(169,413,075)
Total depreciable assets, net	101,735,609	144,278,598	246,014,207
Total capital assets	$ 131,920,410	$ 195,978,468	$ 327,898,878

6. CAPITAL ASSETS, Continued

A. Government-Wide Financial Statements, Continued

The following is a summary of capital assets for governmental activities:

	Balance July 1, 2006 Restated	Additions	Deletions	Balance June 30, 2007
Governmental Activities:				
Capital assets, not being depreciated:				
Land	$ 13,278,903	$ 1,416,253	$ -	$ 14,695,156
Construction in progress	28,128,875	15,056,151	(27,695,381)	15,489,645
Total capital assets, not being depreciated	41,407,778	16,472,404	(27,695,381)	30,184,801
Capital assets, being depreciated:				
Buildings and improvements	50,564,734	10,967,274	-	61,532,008
Improvements other than buildings	15,409,050	1,539,108	(787,164)	16,160,994
Machinery and equipment	30,634,996	7,234,968	(1,001,526)	36,868,438
Infrastructure	78,725,467	10,328,195	-	89,053,662
Total capital assets, being depreciated	175,334,247	30,069,545	(1,788,690)	203,615,102
Less accumulated depreciation for:				
Buildings and improvements	(20,625,356)	(1,101,139)	-	(21,726,495)
Improvements other than buildings	(4,145,228)	(540,734)	661,219	(4,024,743)
Machinery and equipment	(13,780,968)	(1,816,425)	747,394	(14,849,999)
Infrastructure	(60,437,561)	(840,695)	-	(61,278,256)
Total accumulated depreciation	(98,989,113)	(4,298,993)	1,408,613	(101,879,493)
Total capital assets, being depreciated, net	76,345,134	25,770,552	(380,077)	101,735,609
Total governmental activities	$ 117,752,912	$ 42,242,956	$ (28,075,458)	$ 131,920,410

Restatement comprised of an adjustment to net assets and reclassifications.

Depreciation expense in governmental activities for capital assets for the year ended June 30, 2007, was $4,298,993 and was allocated as follows:

General Government	$ 583,211
Human Resources	2,218
Finance and Technology	100,426
Community Development	57,990
Community Services	158,378
Police	603,689
Fire	380,539
Public Works	2,412,542
	$ 4,298,993

6. CAPITAL ASSETS, Continued

A. Government-Wide Financial Statements, Continued

The following is a summary of capital assets for business-type activities:

	Balance July 1, 2006	Additions	Deletions	Balance June 30, 2007
Business-Type Activities:				
Capital assets, not being depreciated:				
Land	$ 483,478	$ -	$ -	$ 483,478
Construction in progress	59,454,299	25,350,045	(33,587,952)	51,216,392
Total capital assets, not being depreciated	59,937,777	25,350,045	(33,587,952)	51,699,870
Capital assets, being depreciated:				
Buildings and improvements	41,653,438	8,931,443	(500,006)	50,084,875
Improvements other than buildings	50,140,446	11,703,245	(511,187)	61,332,504
Machinery and equipment	86,417,831	13,951,000	(29,359)	100,339,472
Infrastructure & storm drain	-	55,329	-	55,329
Total capital assets, being depreciated	178,211,715	34,641,017	(1,040,552)	211,812,180
Less accumulated depreciation for:				
Buildings and improvements	(17,212,541)	(908,137)	469,618	(17,651,060)
Improvements other than buildings	(26,413,405)	(892,005)	259,044	(27,046,366)
Machinery and equipment	(19,832,627)	(3,031,808)	28,279	(22,836,156)
Total accumulated depreciation	(63,458,573)	(4,831,950)	756,941	(67,533,582)
Total capital assets, being depreciated, net	114,753,142	29,809,067	(283,611)	144,278,598
Total business-type activities	$ 174,690,919	$ 55,159,112	$ (33,871,563)	$ 195,978,468

Depreciation expense in business-type activities for capital assets for the year ended June 30, 2007, is composed of the following:

Sewer and Sanitation	$ 2,122,196
Water	2,311,389
Golf Course	370,732
Paramedic Services	27,633
Total depreciation expense	$ 4,831,950

6. CAPITAL ASSETS, Continued

B. Funds Financial Statements

The funds financial statements do not present general government capital assets but are shown in the Reconciliation of the Governmental Funds Balance Sheet to the Government-Wide Statement of Net Assets.

7. LEASES

A. Operating Leases

The City leases electric golf carts under three-year operating leases. Total costs for such leases were $129,085 for the year ended June 30, 2007. The future minimum lease payments for these leases are as follows:

Year Ending June 30	Amount
2008	$ 129,085
2009	70,060
Total	$ 199,145

B. Capital Leases

The City entered into lease agreements in October 2004 and July 2006 as lessee for financing the acquisition of golf course maintenance equipment with a down payment of $26,595. These lease agreements qualify as capital leases for accounting purposes and therefore, have been recorded at the present value of the future minimum lease payments as of the inception date.

The assets acquired through capital leases are as follows:

	Business-Type Activities
Asset:	
Machinery and equipment	$ 992,066
Less: Accumulated depreciation	(70,180)
Total	$ 921,886

The future minimum lease obligations and the net present value of these minimum lease payments as of June 30, 2007, are as follows:

Year Ending June 30	Business-Type Activities
2008	$ 265,891
2009	207,940
2010	149,990
Total minimum payments	$ 623,821
Less: amount representing interest	(42,783)
Present value of minimum lease payments	$ 581,038

8. STATE WATER PROJECT

On July 6, 1971, the City executed a contract with the Casitas Municipal Water District (CMWD) for the allocation of fifty (50) percent of CMWD's annual entitlement of available water from the State of California Water Plan. In turn, the City assumed the burden of costs, both past and future, in the same proportion. The City's share of existing costs as of the inception of the contract was covered by a contract payable over a twenty (20) year period at four (4) percent interest, and was paid as of June 30, 1990.

The agreement currently in effect runs through the fiscal year ending June 30, 2035, with the right to extend the agreement for continued service. Under this agreement, the City's share of current project costs is paid on an annual basis. This agreement allows the City the option to maintain its right to beneficial use of water from the State Water Line Project. The costs for this project are adjusted semiannually by the State and have been increasing annually. The City's investment (at cost) in the State Water Line Project at June 30, 2007, was $21,830,682, which excludes the actual cost of water from the project.

The City will depreciate these costs when it begins using water from the State of California Water Plan.

9. LONG-TERM DEBT

A. Governmental Activities Long-Term Debt

The Summary of Changes in Long-Term Debt for Governmental Activities for the year ended June 30, 2007, is as follows:

					Classification	
	Balance July 1, 2006	Additions	Deletions	Balance June 30, 2007	Amounts Due Within One Year	Amounts Due in More than One Year
Governmental Activities:						
Refunding Lease Revenue Bonds	$ 3,845,000	$ -	$ (390,000)	$ 3,455,000	$ 415,000	$ 3,040,000
Parking Structure Loan	2,109,546	-	(255,689)	1,853,857	255,689	1,598,168
Certificates of Participation - 2001 Series A	2,300,000	-	(170,000)	2,130,000	175,000	1,955,000
Certificates of Participation - 2001 Series C	15,175,000	-	(340,000)	14,835,000	350,000	14,485,000
Certificates of Participation - 2002 Series B	16,280,000	-	(1,150,000)	15,130,000	1,205,000	13,925,000
Certificates of Participation - 2002 Series D	15,070,000	-	(335,000)	14,735,000	345,000	14,390,000
Tax Allocation Bonds - 2003	7,555,000	-	(245,000)	7,310,000	250,000	7,060,000
California Energy Commission 2004 Loan	196,678	-	(10,764)	185,914	11,174	174,740
California Energy Commission 2007 Loan	-	378,567	(66,440)	312,127	64,036	248,091
Subtotal governmental activities	62,531,224	378,567	(2,962,893)	59,946,898	3,070,899	56,875,999
Claims and judgments payable (Note 12)	8,138,646	5,998,402	(5,420,723)	8,716,325	2,682,832	6,033,493
Compensated absences payable (Note 1J)	4,150,469	3,730,147	(3,346,680)	4,533,936	449,250	4,084,686
Total governmental activities	$ 74,820,339	$ 10,107,116	$ (11,730,296)	$ 73,197,159	$ 6,202,981	$ 66,994,178

9. LONG-TERM DEBT, Continued

A. Governmental Activities Long-Term Debt, Continued

Refunding Lease Revenue Bonds

On July 1, 1995, the City issued $7,090,000 Refunding Lease Revenue Bonds to refund existing Municipal Improvement Revenue Bonds for the Beach Parking Structure. The interest rate on the Refunding Lease Revenue Bonds ranges from 4.55 percent to 5.75 percent and matures in 2014. Debt service payments are scheduled annually in amounts ranging from $610,875 in 2000 to $613,350 in 2014. The balance outstanding as of June 30, 2007, was $3,455,000.

The annual debt service requirements for the Lease Revenue Bonds outstanding at June 30, 2007, are as follows:

Year Ending June 30	Principal	Interest	Total
2008	$ 415,000	$ 198,455	$ 613,455
2009	440,000	174,800	614,800
2010	465,000	149,500	614,500
2011	490,000	122,764	612,764
2012	520,000	94,587	614,587
2013-2014	1,125,000	98,037	1,223,037
Total	$ 3,455,000	$ 838,143	$ 4,293,143

Parking Structure Loan

A lease agreement for the beach parking structure premises was established with the issuance of the Municipal Improvement Revenue Series A Bonds (MIRB) in November 1983 and was restructured in July 1995 with the issuance of the Refunding Lease Revenue Bonds discussed above. The lease payments and proportionate share of proceeds are transferred to the City's trustee for handling of the City's obligation. The agreement runs through fiscal year 2014 at which time the City will assume ownership of the parking structure.

On December 16, 1999, in accordance with terms of a certain Purchase Money Note (Note) executed in 1985 and amended on July 1, 1995, between the City and Vengar Associates Limited Partnership (Vengar), Vengar paid off the Note. Because of the pay-off of the Note, the principal amount of the parking structure lease was restated at July 1, 1999, to $4,012,574 reflecting the effect of the payoff of the Note, which was being used to offset the debt service on the parking structure lease. Payment terms of the parking structure lease have been modified in such a way as to increase the amount of semi-annual debt service payments. At June 30, 2007, the outstanding balance of the Note was $1,853,857.

9. LONG-TERM DEBT, Continued

A. Governmental Activities Long-Term Debt, Continued

Parking Structure Loan, Continued

The annual debt service requirements for the Parking Structure Loan outstanding at June 30, 2007, were as follows:

Year Ending June 30	Principal	Interest	Total
2008	$ 255,689	$ 533,034	$ 788,723
2009	290,576	605,700	896,276
2010	290,576	605,700	896,276
2011	290,576	605,700	896,276
2012	290,576	605,700	896,276
2013-2014	435,864	908,548	1,344,412
Total	$ 1,853,857	$ 3,864,382	$ 5,718,239

Certificates of Participation – 2001 Series A

Certificates of Participation in the amount of $2,925,000 were issued on December 1, 2001. The Certificates were issued to provide for: (1) the defeasance of $2,960,000 of the City of San Buenaventura 1987 Refunding Certificates of Participation (Capital Improvement Project); (2) to acquire debt service reserve surety bond for the Series A Certificates; and (3) to pay costs in connection with the execution and delivery of the Series A Certificates. The Certificates are due in annual principal installments of $145,000 to $255,000 through 2017. Interest rates range from 3.00 percent to 4.625 percent and is payable semi-annually on January 1 and July 1. Funding sources for the repayment are lease payments made by the City to the Public Facilities Financing Authority. The total amount outstanding as of June 30, 2007, was $ 2,130,000.

The annual debt service requirements for the 2001 Series A Certificates of Participation outstanding at June 30, 2007, were as follows:

Year Ending June 30	Principal	Interest	Total
2008	$ 175,000	$ 90,250	$ 265,250
2009	185,000	83,250	268,250
2010	190,000	75,850	265,850
2011	200,000	68,012	268,012
2012	205,000	68,013	273,013
2013-2017	1,175,000	162,469	1,337,469
Total	$ 2,130,000	$ 547,844	$ 2,677,844

9. LONG-TERM DEBT, Continued

A. Governmental Activities Long-Term Debt, Continued

Certificates of Participation – 2001 Series C

Certificates of Participation in the amount of $16,345,000 were issued on December 1, 2001. The Certificates were issued to provide for: (1) improvements to the Ventura Community Park, the City Hall Terra Cotta Restoration Project, heating and ventilation improvements to City Hall and city-wide street median improvement programs; (2) to acquire debt service reserve surety bond for the Certificates; and (3) to pay costs in connection with the execution and delivery of the Series A Certificates. The Certificates are due in annual principal installments of $210,000 to $1,025,000 through 2030. Interest rates range from 3.00 percent to 4.725 percent and is payable semi-annually on February 1 and August 1. Funding sources for the repayment are lease payments made by the City to the Public Facilities Financing Authority. The total amount outstanding as of June 30, 2007, was $14,835,000.

The annual debt service requirements for the 2001 Series C Certificates of Participation outstanding at June 30, 2007, were as follows:

Year Ending June 30	Principal	Interest	Total
2008	$ 350,000	$ 725,818	$ 1,075,818
2009	365,000	710,944	1,075,944
2010	380,000	696,344	1,076,344
2011	395,000	680,669	1,075,669
2012	410,000	664,869	1,074,869
2013-2017	2,365,000	3,015,444	5,380,444
2018-2022	2,990,000	2,393,081	5,383,081
2023-2027	3,785,000	1,601,125	5,386,125
2028-2031	3,795,000	511,088	4,306,088
Total	$ 14,835,000	$ 10,999,382	$ 25,834,382

Certificates of Participation – 2002 Series B

Certificates of Participation in the amount of $19,765,000 were issued on October 3, 2002. The Certificates were issued to provide funds for: (1) the defeasance of 1993 Refunding Certificates of Participation and related city lease payment obligations; (2) to acquire debt service reserve surety bond for the Series B Certificates; and (4) to pay certain costs incurred in connection with the execution and delivery of the Series B Certificates. The Certificates are due in annual principal installments of $255,000 to $1,885,000 through 2018. Interest rates range from 3.25 percent to 5.50 percent and is payable semi-annually on January 1 and July 1. Funding sources for the repayment are lease payments made by the City to the Public Facilities Financing Authority. The total amount outstanding as of June 30, 2007, was $15,130,000.

9. LONG-TERM DEBT, Continued

A. Governmental Activities Long-Term Debt, Continued

Certificates of Participation – 2002 Series B, Continued

The annual debt service requirements for the 2002 Series B Certificates of Participation outstanding at June 30, 2007, were as follows:

Year Ending June 30	Principal	Interest	Total
2008	$ 1,205,000	$ 785,932	$ 1,990,932
2009	1,260,000	731,706	1,991,706
2010	1,320,000	671,856	1,991,856
2011	1,385,000	605,856	1,990,856
2012	1,455,000	536,606	1,991,606
2013-2017	8,505,000	1,446,894	9,951,894
Total	$ 15,130,000	$ 4,778,850	$ 19,908,850

Certificates of Participation – 2002 Series D

Certificates of Participation in the amount of $15,930,000 were issued on December 1, 2002. The Certificates were issued to provide funds for: (1) improvements to the Buenaventura Golf Course and the Olivas Park Golf Course; (2) to acquire debt service reserve surety bond for the Certificates; (3) to fund capitalized interest; and (4) to pay certain costs incurred in connection with the execution and delivery of the Certificates. The Certificates are due in annual principal installments of $215,000 to $980,000 through 2032. Interest rates range from 1.65 percent to 5.00 percent and is payable semi-annually on February 1 and August 1. Funding sources for the repayment are lease payments made by the City to the Public Facilities Financing Authority. The total amount outstanding as of June 30, 2007, was $14,735,000.

The annual debt service requirements for the 2002 Series D Certificates of Participation outstanding at June 30, 2007, were as follows:

Year Ending June 30	Principal	Interest	Total
2008	$ 345,000	$ 685,359	$ 1,030,359
2009	355,000	675,009	1,030,009
2010	365,000	663,293	1,028,293
2011	380,000	650,519	1,030,519
2012	390,000	636,269	1,026,269
2013-2017	2,210,000	2,930,862	5,140,862
2018-2022	2,750,000	2,388,125	5,138,125
2023-2027	3,485,000	1,653,250	5,138,250
2028-2032	4,455,000	690,250	5,145,250
Total	$ 14,735,000	$ 10,972,936	$ 25,707,936

9. LONG-TERM DEBT, Continued

A. Governmental Activities Long-Term Debt, Continued

Tax Allocation Bonds – 2003

Tax Allocation Bonds in the amount of $8,000,000 were issued on June 1, 2003. The Bonds were issued to provide funds to (1) repay certain advances made by the City of San Buenaventura to the Agency; (2) fund a Reserve Account for the Bonds; and (3) pay costs of issuance of the Bonds. The Bonds are due in annual principal installments of $205,000 to $495,000 through 2028. Interest rates range from 2.00 percent to 4.25 percent and is payable semi-annually on February 1 and August 1. Funding sources for the repayment are tax revenue allocated to the Agency from the project area. The total amount outstanding as of June 30, 2007, was $7,310,000.

The annual debt service requirements for the 2003 Tax Allocation Bonds outstanding at June 30, 2007, were as follows:

Year Ending June 30	Principal	Interest	Total
2008	$ 250,000	$ 265,082	$ 515,082
2009	255,000	259,714	514,714
2010	260,000	253,595	513,595
2011	270,000	246,464	516,464
2012	275,000	238,458	513,458
2013-2017	1,505,000	1,052,853	2,557,853
2018-2022	1,805,000	752,841	2,557,841
2023-2027	2,195,000	344,803	2,539,803
2028	495,000	10,518	505,518
Total	$ 7,310,000	$ 3,424,328	$ 10,734,328

California Energy Commission – 2004 Loan

On August 19, 2004, a low-interest loan was made with the California Energy Commission to install solar panels at the City's Sanjon Yard facility to reduce energy use. The loan has an interest rate of 3.95 percent and a thirteen-year repayment schedule with 27 equal payments of $9,457 and a final payment of $27,286.

The annual debt service requirements for the August 19, 2004, California Energy Commission loan outstanding at June 30, 2007, were as follows:

Year Ending June 30	Principal	Interest	Total
2008	$ 11,174	$ 7,254	$ 18,428
2009	11,639	6,789	18,428
2010	12,103	6,325	18,428
2011	12,586	5,842	18,428
2012	13,074	5,354	18,428
2013-2017	73,687	18,451	92,138
2018-2020	51,651	3,631	55,282
Total	$ 185,914	$ 53,646	$ 239,560

9. LONG-TERM DEBT, Continued

A. Governmental Activities Long-Term Debt, Continued

California Energy Commission – 2007 Loan

On October 13, 2006, a low-interest loan was made with the California Energy Commission to install energy efficient lights at various City facilities and energy efficient pumps and motors on the heating and cooling systems at City Hall and Police/Fire Headquarters. The loan has an interest rate of 4.5 percent and a six-year repayment schedule with 11 equal payments of $38,703.

The annual debt service requirements for the October 13, 2006, California Energy Commission loan outstanding at June 30, 2007, were as follows:

Year Ending June 30	Principal	Interest	Total
2008	$ 64,037	$ 13,370	$ 77,407
2009	66,986	10,421	77,407
2010	70,034	7,373	77,407
2011	73,221	4,186	77,407
2012	37,849	854	38,703
Total	$ 312,127	$ 36,204	$ 348,330

B. Long-Term Debt of Business-Type Activities and Proprietary Funds

The summary of changes in long-term debt of business-type activities for the year ended June 30, 2007, is as follows:

	Balance July 1, 2006	Additions	Deletions	Balance June 30, 2007	Classification: Amounts Due Within One Year	Classification: Amounts Due in More than One Year
Business-Type Activities:						
Wastewater Revenue Refunding Bonds	$ 24,450,000	$ -	$ (650,000)	$ 23,800,000	$ 660,000	$ 23,140,000
Less unamortized :						
Bond premium	237,004	-	(8,464)	228,540	-	228,540
Deferral on refunding	(667,574)	-	83,447	(584,127)	-	(584,127)
Wastewater Revenue Refunding Bonds, net	24,019,430	-	(575,017)	23,444,413	660,000	22,784,413
Water Revenue Refunding Bonds	26,025,000	-	(525,000)	25,500,000	540,000	24,960,000
Less unamortized :						
Bond premium	507,157	-	(33,810)	473,347	-	473,347
Deferral on refunding	(982,445)	-	65,497	(916,948)	-	(916,948)
Water Revenue Refunding Bonds, net	25,549,712	-	(493,313)	25,056,399	540,000	24,516,399
Safe Drinking Water Loan	13,156,599	6,843,401	-	20,000,000	790,515	19,209,485
Safe Drinking Water Loan, net	13,156,599	6,843,401	-	20,000,000	790,515	19,209,485
Total business-type activities	$ 62,725,741	$ 6,843,401	$ (1,068,330)	$ 68,500,812	$ 1,990,515	$ 66,510,297

9. LONG-TERM DEBT, Continued

B. Long-Term Debt of Business-Type Activities and Proprietary Funds, Continued

Wastewater Refunding 2004 Bonds

Certificates of Participation in the amount of $25,075,000 were issued on December 16, 2004. The Certificates were issued to provide for: (1) the defeasance of $7,125,000 million of the City of San Buenaventura 1996 Wastewater Revenue Refunding Bonds; (2) finance improvements to the City's water reclamation facility upgrade; (3) fund a reserve fund for the Certificates; and (4) pay costs in connection with the execution and delivery of the Certificates. The Certificates are due in annual principal installments of $625,000 to $1,405,000 through 2034. Interest rates range from 2.50 percent to 5.00 percent and is payable semi-annually on September 1 and March 1. Funding sources for the repayment are lease payments made by the City to the Public Facilities Financing Authority. The total amount outstanding as of June 30, 2007, was $23,800,000.

Total Wastewater Revenue Refunding Bonds outstanding as of June 30, 2007, net of unamortized bond premium were as follows:

Principal outstanding at June 30, 2007	$ 23,800,000
Add unamortized bond premium	228,540
Less unamortized deferral on refunding	(584,127)
Net Bonds outstanding at June 30, 2007	$ 23,444,413

The annual debt service requirements for the 2004 Wastewater Revenue Refunding Bonds outstanding at June 30, 2007, were as follows:

Year Ending June 30	Principal	Interest	Total
2008	$ 660,000	$ 1,076,500	$ 1,736,500
2009	680,000	1,060,000	1,740,000
2010	695,000	1,039,600	1,734,600
2011	720,000	1,018,750	1,738,750
2012	745,000	993,550	1,738,550
2013-2017	3,645,000	4,524,812	8,169,812
2018-2022	3,575,000	3,802,063	7,377,063
2023-2027	4,545,000	2,837,250	7,382,250
2028-2032	5,790,000	1,583,500	7,373,500
2033-2034	2,745,000	207,500	2,952,500
Total	$ 23,800,000	$ 18,143,525	$ 41,943,525

9. LONG-TERM DEBT, Continued

B. Long-Term Debt of Business-Type Activities and Proprietary Funds, Continued

Wastewater Refunding 2004 Bonds, Continued

The following is a summary of unamortized bond premium and deferral on refunding outstanding at June 30, 2007:

	Balance July 1, 2006	Additions	Deletions	Balance June 30, 2007
Bond premium	$ 237,004	$ -	$ (8,464)	$ 228,540
Deferral on Refunding	(667,574)	-	83,447	(584,127)
Total	$ (430,570)	$ -	$ 74,983	$ (355,587)

Water Revenue Refunding Bonds

Certificates of Participation in the amount of $27,410,000 were issued on March 1, 2004. The Certificates were issued to provide for: (1) the defeasance of $12,615,000 of the City of San Buenaventura 1993 Water Revenue Refunding Bonds; (2) finance improvements to the City's water system; (3) fund a reserve fund for the Certificates; and (4) pay costs in connection with the execution and delivery of the Certificates. The Certificates are due in annual principal installments of $505,000 to $1,610,000 through 2033. Interest rates range from 3.00 percent to 5.00 percent and is payable semi-annually on October 1 and April 1. Funding sources for the repayment are lease payments made by the City to the Public Facilities Financing Authority. The total amount outstanding as of June 30, 2007, was $25,500,000.

Total Water Revenue Refunding Bonds outstanding as of June 30, 2007, net of unamortized bond premium and deferral on refunding were as follows:

Principal outstanding at June 30, 2007	$ 25,500,000
Add unamortized bond premium	473,347
Less unamortized deferral on refunding	(916,948)
Net Bonds outstanding at June 30, 2007	$ 25,056,399

9. LONG-TERM DEBT, Continued

B. Long-Term Debt of Business-Type Activities and Proprietary Funds, Continued

Water Revenue Refunding Bonds, Continued

The annual debt service requirements for the Water Revenue Refunding Bonds outstanding at June 30, 2007, were as follows:

Year Ending June 30	Principal	Interest	Total
2008	$ 540,000	$ 1,151,475	$ 1,691,475
2009	550,000	1,136,475	1,686,475
2010	570,000	1,118,963	1,688,963
2011	590,000	1,099,375	1,689,375
2012	610,000	1,078,375	1,688,375
2013-2017	3,405,000	5,013,650	8,418,650
2018-2022	4,160,000	4,221,225	8,381,225
2023-2027	5,240,000	3,138,900	8,378,900
2028-2032	6,690,000	1,653,000	8,343,000
2033-2034	3,145,000	159,125	3,304,125
Total	$ 25,500,000	$ 19,770,563	$ 45,270,563

The following is a summary of unamortized bond premium and deferral on refunding outstanding at June 30, 2007:

	Balance July 1, 2006	Additions	Deletions	Balance June 30, 2007
Bond premium	$ 507,157	$ -	$ (33,810)	$ 473,347
Deferral on refunding	(982,445)	-	65,497	(916,948)
Total	$ (475,288)	$ -	$ 31,687	$ (443,601)

9. LONG-TERM DEBT, Continued

B. Long-Term Debt of Business-Type Activities and Proprietary Funds, Continued

Safe Drinking Water Loan

The City has entered into a funding agreement with the State of California Department of Water Resources for a construction loan under the Safe Drinking Water State Revolving Fund Law of 1997. The project is still under construction and the repayment schedule is projected to start January 1, 2008. The loan has an interest rate of 2.39 percent and a 20-year repayment schedule with 40 equal payments of $631,910. The City has drawn $20,000,000 to date.

Year Ending June 30	Principal	Interest	Total
2008	$ 790,515	$ 473,305	$ 1,263,820
2009	809,521	454,299	1,263,820
2010	828,984	434,835	1,263,820
2011	848,916	414,904	1,263,820
2012	869,326	394,494	1,263,820
2013-2017	4,670,378	1,648,721	6,319,099
2018-2022	5,259,477	1,059,622	6,319,099
2023-2027	5,922,883	396,216	6,319,099
Total	$ 20,000,000	$ 5,276,396	$ 25,276,396

10. DEFERRED REVENUES

Deferred revenues at June 30, 2007, are reported as follows:

General Fund:	
Business license tax	$ 336,875
Recreational activities	383,355
Grants	89,027
Total General Fund	809,257
Special Revenue Funds:	
Gas Tax: Department of Transportation	316,490
Law Enforcement	81,892
Total Special Revenue Funds	398,382
Capital Projects Funds:	
Capital Improvement:	
Beach Water Quality	838,803
Olivas Adobe	2,257
Surfers Point	24,571
Total Capital Projects Funds	865,631
Total deferred revenues	$ 2,073,270

11. FUND BALANCES FOR GOVERNMENTAL FUNDS

A. Reservation and Designation of Fund Balances

Fund balances at June 30, 2007, for the governmental funds have been reserved and designated for the following purposes:

	Major Funds							
	General Fund	Gas Tax Special Revenue	Park and Recreation Special Revenue	Certificates of Participation Debt Obligation Debt Service	Capital Improvement Projects	Redevelopment Agency Capital Projects	Other Governmental Funds	Total Governmental Funds
Reserved:								
Encumbrances	$ 1,845,402	$ -	$ -	$ -	$ -	$ 690,693	$ 25,000	$ 2,561,095
Petty cash	12,570	-	-	-	-	-	-	12,570
Advances to Redevelopment Agency	14,115,040	-	-	-	-	-	-	14,115,040
Prepaid items	44,759	-	-	-	-	-	-	44,759
Inventories	589,851	-	-	-	-	-	-	589,851
Assets held for resale	-	-	-	-	-	1,685,065	815,822	2,500,887
Loans and notes receivable	1,240,412	-	-	-	-	559,873	1,086,407	2,886,692
Investment in Portobello bonds	935,000	-	-	-	-	-	-	935,000
Debt service	-	-	-	4,377,222	-	-	5,760,089	10,137,311
Total reserved	18,783,034	-	-	4,377,222	-	2,935,631	7,687,318	33,783,205
Unreserved, designated:								
Contingencies	12,000,000	-	-	-	-	-	-	12,000,000
Other*	12,013,323	13,417,770	2,543,828	-	6,277,234	-	1,613,637	35,865,792
Total unreserved, designated	24,013,323	13,417,770	2,543,828	-	6,277,234	-	1,613,637	47,865,792
Unreserved, undesignated:								
General fund	17,316	-	-	-	-	-	-	17,316
Special revenue funds	-	6,825,377	4,116,734	-	-	-	1,501,421	12,443,532
Capital projects funds	-	-	-	-	1,841,413	(11,693,510)	1,082,424	(8,769,673)
Total fund balances	$ 42,813,673	$ 20,243,147	$ 6,660,562	$ 4,377,222	$ 8,118,647	$ (8,757,879)	$ 11,884,800	$ 85,340,172
*Other								
M & O Budget	$ 3,234,991	$ -	$ -	$ -	$ -	$ -	$ -	$ 3,234,991
Police K-9	29,531	-	-	-	-	-	-	29,531
Available RDA	52,395	-	-	-	-	-	-	52,395
Downtown commercial rehab	446,654	-	-	-	-	-	-	446,654
Code compliance	151,290	-	-	-	-	-	-	151,290
Storm water compliance	269,345	-	-	-	-	-	-	269,345
AB939	176,392	-	-	-	-	-	-	176,392
RDA formation	200,000	-	-	-	-	-	-	200,000
Parking Lot Improvements	47,878	-	-	-	-	-	-	47,878
Housing preservation	512,725	-	-	-	-	-	-	512,725
VLF GAP Loan	580,011	-	-	-	-	-	-	580,011
Housing Element	150,000	-	-	-	-	-	-	150,000
Jobs Investment	4,990,000	-	-	-	-	-	-	4,990,000
CIP carry over	1,172,111	13,417,770	2,543,828	-	6,277,234	-	1,613,637	25,024,580
Total other	$ 12,013,323	$ 13,417,770	$ 2,543,828	$ -	$ 6,277,234	$ -	$ 1,613,637	$ 35,865,792

11. FUND BALANCES FOR GOVERNMENTAL FUNDS, Continued

B. Deficit Fund Balance

For the year ended June 30, 2007, the following fund had a deficit fund balance:

Major Governmental Fund,	
Capital Projects Fund:	
Redevelopment Agency	$ 8,757,879
Non-Major Governmental Fund,	
Street Lighting	$ 19,129

The Redevelopment Agency Capital Projects Fund had a fund deficit of $8,757,879, which will be reduced through the payments made to the advance from the City.

The Street Lighting Fund had a fund deficit of $19,129, which will be reduced thorough transfers from the General Fund.

C. Excess of Expenditures Over Appropriations

For the year ended June 30, 2007, expenditures exceeded appropriations in two special revenue funds: Supplemental Law Enforcement Services and Street Lighting by $1,541 and $49,510, respectively. These over expenditures were funded by greater than anticipated revenues in the General Fund.

12. SELF-INSURANCE ACCRUED LIABILITIES

The City is exposed to various risks of loss related to torts; theft of, damage to, and destruction of assets; errors and omissions; injuries to employees; and natural disasters. The City is self-insured for the first $500,000 in loss for each workers' compensation claim and the first $1,000,000 for each general liability claim, and up to $25,000 for property damage claims. The City accounts for and finances its self-insured risks of loss in the Workers' Compensation Fund and Risk Management Fund. Excess insurance purchased from commercial carriers supplies excess coverage for each workers' compensation claim and up to $10,000,000 for each general liability claim. Settled claims have not exceeded this commercial coverage in any of the past seven fiscal years.

The claims liabilities in each of the self-insurance internal service funds are based on the results of actuarial studies and include amounts for claims incurred but not reported. Claims liabilities are calculated considering the effects of inflation, recent claim settlement trends including frequency and amount of payouts and other economic and social factors. General and workers' compensation liabilities are carried at an actuarially determined rate. It is the City's practice to obtain full actuarial studies biannually for general liability and workers' compensation coverage. Premiums are charged by the internal service self-insurance funds using various allocation methods that include actual costs, trends in claims experience, claim severity and claims frequency. Revenues of the internal service self-insurance funds are expended to provide adequate resources to allay program administrative costs, preventative measures and to meet liabilities as they become due. Claims and judgments are generally liquidated by the Internal Service Fund.

12. SELF-INSURANCE ACCRUED LIABILITIES, Continued

The aggregate change in the balance of claims liabilities for the internal service self-insurance funds were as follows:

	June 30	
	2007	2006
Unpaid claims, beginning of year	$ 8,138,646	$ 9,668,303
Incurred claims and changes in estimates	6,576,081	813,430
Claim payments	(5,998,402)	(2,343,087)
Unpaid claims, end of year	$ 8,716,325	$ 8,138,646
Current portion	$ 2,682,832	$ 2,613,366
Noncurrent portion	6,033,493	5,525,280
Total claims and judgements payable	$ 8,716,325	$ 8,138,646

13. PENSION PLANS

A. California Public Employees' Retirement Plan (PERS)

Plan Description - The City contributes to the California Public Employees' Retirement System (PERS), an agent multiple-employer public employee defined benefit pension plan. PERS provides retirement and disability benefits, annual cost-of-living adjustments, and death benefits to plan members and beneficiaries. PERS acts as a common investment and administrative agent for participating public entities within the State of California. Benefit provisions and all other requirements are established by state statute and city ordinance. Copies of PERS' annual financial report may be obtained from their Executive Office located at 400 P Street, Sacramento, California 95814.

Funding Policy - Active members are required by State statute to contribute 7 percent of their annual salary if a Miscellaneous member, and 15 percent if a Safety member. The City makes the required employee contributions for all Miscellaneous employees and Safety employees in the Fire, Fire Management, Police, Police Management and for the Fire Chief and Police Chief, which amounted to $3,399,837 for the year ended June 30, 2007 (Police Unit employees pay their own 9 percent). The City's employer required contributions rate for Safety employees was 26.983 percent and Miscellaneous was 9.152 percent for the fiscal year.

Annual Pension Cost - For 2006-2007, the City's annual pension cost of $7,387,406 for PERS was equal to the City's required and actual contributions. The required contribution was determined as part of the June 30, 2006, actuarial valuation using the entry age normal actuarial cost method. The actuarial assumptions included: (a) 7.75 percent investment rate of return (net of administrative expenses), (b) projected salary increases range from 3.25 percent to 14.4 percent for miscellaneous employees and 3.25 percent to 11.1 percent for safety employees depending on age, service, and type of employment, and (c) 2 percent per year cost-of-living adjustments.

13. PENSION PLANS, Continued

A. California Public Employees' Retirement Plan (PERS), Continued

Annual Pension Cost, Continued

Both (a) and (b) included an inflation component of 3.0 percent. The actuarial value of PERS assets was determined using techniques that smooth the effects of short-term volatility in the market value of investments over a three-year period. PERS unfunded actuarial accrued liability (or surplus) is being amortized as a level percentage of projected payroll on a closed basis. The amortization period at June 30, 2006, was 30 years for miscellaneous employees and 30 years for safety employees for prior and current service unfunded liability.

THREE-YEAR TREND INFORMATION FOR PERS

Fiscal Year	Annual Pension Cost (APC)	Percentage of APC Contributed	Net Pension Obligation
6/30/2005	$ 6,191,114	100%	$ -
6/30/2006	8,308,724	100%	-
6/30/2007	7,387,406	100%	-

14. JOINT VENTURE TRANSACTIONS

A. South Coast Area Transit

The City is a participant in a joint venture agreement with the cities of Port Hueneme, Ojai, Oxnard, and the County of Ventura for investment in a public bus transportation system, South Coast Area Transit (SCAT). As of June 30, 2007, the City held a 36.12 percent interest in SCAT based upon the number of service miles in the City. The City's net equity in SCAT accounted for under the equity method was $6,262,186 or 38.31 percent at June 30, 2007. The City's share of SCAT's net operating loss was $794,926 for the fiscal year ended June 30, 2007, and the City's share of SCAT's capital grants was $3,558,696 resulting in a net increase in equity in fiscal year 2006-2007 of $2,763,770. Complete separate financial statements are available from the SCAT office at 301 East Third Street, Oxnard, CA 93030.

15. COMMITMENTS AND CONTINGENCIES

A. Lawsuits in the Normal Course of Business

The City is presently involved in certain matters of litigation that have arisen in the normal course of conducting City business. City management believes, based upon consultation with the City Attorney, that these cases, in the aggregate, are not expected to result in a material adverse financial impact on the City. Additionally, City management believes that the City's insurance programs are sufficient to cover any potential losses should an unfavorable outcome materialize.

15. COMMITMENTS AND CONTINGENCIES, Continued

B. Agreement with Macerich Buenaventura Limited Partnership

The City entered into an agreement with Macerich Buenaventura Limited Partnership (Developer) for the development of Pacific View Mall (Mall), which is located within the City's boundaries. The Developer agreed to make improvements to the Mall in exchange for sales tax rebates. The improvements include three projects on-site, off-site, and transit facility improvements. Upon completion of the projects, the on-site and transit facility assets will be the property of the Developer. The off-site improvements are public domain assets and will be donated to the City by the Developer. The agreement provides for 80 percent sales tax revenue rebates to the Developer over a base amount calculated as average sales tax revenue before the improvements are made. Payments are to be made for twenty years, beginning February 1, 2001, or until a maximum dollar amount of $32,300,000 (for all three projects) has been dispersed, whichever comes first. Total payments made by the City as of June 30, 2007, were $5,077,522. If the twenty years has elapsed and the maximum dollar amount has not been reached, the Developer has the right to appeal for further payments for an additional two years. The City does have the option to prepay the maximum dollar amount. There is no minimum amount due and if sales tax revenues do not exceed the base level, the City's payments would be zero.

C. Federal and State Grant Programs

The City participates in several federal and state grant programs. These programs have been audited by the City's independent auditors in accordance with the provisions of the federal Single Audit Act, as amended, and applicable state requirements. No cost disallowances were proposed as a result of these audits; however, these programs are still subject to further examination by the grantors and the amount, if any, of expenditures, which may be disallowed by the granting agencies, cannot be determined at this time. The City expects such amounts, if any, to be immaterial.

As of June 30, 2007, in the opinion of City management, there were no additional outstanding matters that would have a significant effect on the financial position of the funds of the City.

16. PRIOR PERIOD ADJUSTMENTS

Government-Wide Financial Statements

A prior period adjustment was made to citywide Net Assets as of June 30, 2006, to reflect a correction of the capitalized value of certain infrastructure assets under construction as previously determined through the City's GASB 34 valuation in 2001-2002.

	Governmental Activities
Net Assets, Beginning of Year, as Previously Reported	$ 171,713,081
Adjustment to capital assets, construction in progress	(5,900,815)
Net Assets, Beginning of Year, Restated	$ 165,812,266

REQUIRED SUPPLEMENTARY INFORMATION

REQUIRED SUPPLEMENTARY INFORMATION

1. BUDGETARY INFORMATION

Through the budget, the City Council sets the direction of the City, allocates its resources and establishes its priorities. The Annual Budget assures the efficient and effective use of the City's economic resources, as well as establishing that the highest priority objectives are accomplished.

The Annual Budget serves the fiscal period July 1 to June 30 and is a vehicle that accurately and openly communicates these priorities to the community, businesses, vendors, employees, and other public agencies. Additionally, it establishes the foundation of effective financial planning by providing resource planning and controls that permit the evaluation and adjustment of the City's performance.

The City prepares a one-year budget. The annual budgets are adopted on a basis consistent with generally accepted accounting principles for the General, special revenue, and debt service funds. All annual appropriations expire at the end of the year. Capital projects funds adopt project-length plans.

The Finance and Technology Department, working with all operating departments and the City Manager, develops a preliminary budget. On or before May 1 each year, the City Manager transmits the proposed budget to the City Council. The proposed budget includes both the sources and types of funds for the proposed expenditures. The City Council conducts public hearings on the proposed budget prior to June 30. On or before July 1, the budget is adopted and enacted by the City Council.

The appropriated budget is prepared by fund, department and division. City department heads may make transfers of appropriations within their department. All transfers between departments require approval of the City Council. The legal level of budgetary control is at the department level for the General Fund and at the fund level for all other governmental funds. Appropriation revisions made during the year ended June 30, 2007, were not significant.

Encumbrance accounting is employed in governmental funds. Encumbrances (e.g., purchase orders, contracts) outstanding at year-end are reported as reservations of fund balances and do not constitute expenditures or liabilities. The commitments will be re-appropriated and honored in the subsequent year.

1. BUDGETARY INFORMATION, Continued

Following are the budget comparison schedules for the General Fund and all major special revenue funds.

Budget Comparison Schedule, General Fund

	Budgeted Amounts		Actual	Variance with Final Budget Positive
	Original	Final	Amounts	(Negative)
Fund balance, July 1	$ 47,566,722	$ 47,566,722	$ 47,566,722	$ -
Resources (inflows):				
Taxes	60,585,399	60,585,399	60,634,346	48,947
Licenses and permits	2,025,252	2,393,035	1,880,019	(513,016)
Intergovernmental	7,662,830	8,295,506	9,088,638	793,132
Charges for services	7,372,086	7,526,086	8,107,233	581,147
Fine and forfeitures	1,753,976	1,753,976	1,865,739	111,763
Use of money and property	3,927,219	3,927,219	4,040,933	113,714
Other revenue	2,029,970	3,475,780	3,442,823	(32,957)
Transfers from other funds	1,361,895	2,025,618	1,822,152	(203,466)
Amount available for appropriations	86,718,627	89,982,619	90,881,883	899,264
Charges to appropriations (outflows):				
General government	7,520,090	8,414,726	8,276,104	138,622
Human resources	1,895,813	1,939,068	1,867,800	71,268
Finance and technology	4,305,535	4,512,303	4,357,976	154,327
Community development	3,422,237	5,500,742	4,284,899	1,215,843
Community services	6,100,872	6,382,788	6,066,137	316,651
Public safety - police	26,160,728	26,844,833	26,816,977	27,856
Public safety - fire	16,259,772	17,122,336	16,505,456	616,880
Public works	15,001,783	16,039,271	14,239,645	1,799,626
Capital outlays	136,950	807,094	957,625	(150,531)
Transfers to other funds	6,154,366	12,425,210	12,262,313	162,897
Total charges to appropriations	86,958,146	99,988,371	95,634,932	4,353,439
Excess of resources over (under) charges to appropriations	(239,519)	(10,005,752)	(4,753,049)	5,252,703
Fund balance, June 30	$ 47,327,203	$ 37,560,970	$ 42,813,673	$ 5,252,703

1. BUDGETARY INFORMATION, Continued

Budget Comparison Schedule, Gas Tax Special Revenue Fund

	Budgeted Amounts		Actual	Variance with Final Budget Positive
	Original	Final	Amounts	(Negative)
Fund balance, July 1	$ 15,281,199	$ 15,281,199	$ 15,281,199	$ -
Resources (inflows):				
Taxes	1,000,000	1,000,000	1,887,565	887,565
Intergovernmental	8,161,481	11,320,200	5,042,237	(6,277,963)
Use of money and property	489,085	489,085	826,496	337,411
Other revenue	369,144	459,144	155,781	(303,363)
Transfers from other funds	1,984,816	3,529,877	3,238,365	(291,512)
Amount available for appropriations	12,004,526	16,798,306	11,150,444	(5,647,862)
Charges to appropriations (outflows):				
Capital outlays	15,548,873	19,237,442	5,983,818	13,253,624
Transfers to other funds	227,000	668,284	204,678	463,606
Total charges to appropriations	15,775,873	19,905,726	6,188,496	13,717,230
Excess of resources over (under) charges to appropriations	(3,771,347)	(3,107,420)	4,961,948	8,069,368
Fund balance, June 30	$ 11,509,852	$ 12,173,779	$ 20,243,147	$ 8,069,368

1. BUDGETARY INFORMATION, Continued

Budget Comparison Schedule, Park and Recreation Special Revenue Fund

	Budgeted Amounts		Actual	Variance with Final Budget Positive
	Original	Final	Amounts	(Negative)
Fund balance, July 1	$ 7,133,530	$ 7,133,530	$ 7,133,530	$ -
Resources (inflows):				
Taxes	400,000	400,000	493,785	93,785
Intergovernmental	519,450	519,450	206,896	(312,554)
Use of money and property	70,000	70,000	386,248	316,248
Other revenue	4,375,149	4,882,806	814,600	(4,068,206)
Transfers from other funds	-	407,500	407,500	-
Amount available for appropriations	5,364,599	6,279,756	2,309,029	(3,970,727)
Charges to appropriations (outflows):				
Capital outlays	6,786,721	9,704,194	2,614,288	7,089,906
Transfers to other funds	150,000	167,709	167,709	-
Total charges to appropriations	6,936,721	9,871,903	2,781,997	7,089,906
Excess of resources over (under) charges to appropriations	(1,572,122)	(3,592,147)	(472,968)	3,119,179
Fund balance, June 30	$ 5,561,408	$ 3,541,383	$ 6,660,562	$ 3,119,179

2. DEFINED BENEFIT PENSION PLAN

A schedule of funding progress for the most recent years available, three actuarial valuations are presented below.

	Actuarial Valuation Date	Actuarial Asset Value	Entry Age Actuarial Accrued Liability	Underfunded (Overfunded) Actuarial Accrued Liability	Funded Ratio	Covered Payroll	Underfunded (Overfunded) Actuarial Liability as Percentage of Covered Payroll
Miscellaneous	06/30/04	$ 116,841,490	$ 121,098,130	$ 4,256,640	96.5%	$ 26,092,336	16.3%
Employees Group	06/30/05	125,279,173	130,494,845	5,215,672	96.0%	26,050,824	20.0%
	06/30/06	135,278,920	140,835,180	5,556,260	96.1%	25,720,303	21.6%
Safety	06/30/04	134,260,263	170,397,477	36,137,214	78.8%	16,135,686	224.0%
Employees Group	06/30/05	144,323,263	182,825,796	38,502,533	78.9%	16,244,667	237.0%
	06/30/06	155,610,705	195,725,315	40,114,610	79.5%	17,228,418	232.8%

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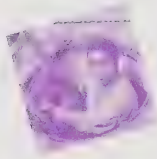

SUPPLEMENTARY INFORMATION

SUPPLEMENTARY INFORMATION

City of San Buenaventura

Schedule of Revenues, Expenditures and Changes in Fund Balances - Budget and Actual

Certificates of Participation Debt Obligation Debt Service Fund

For the year ended June 30, 2007

	Budgeted Amounts		Actual	Variance with Final Budget Positive
	Original	Final	Amounts	(Negative)
Fund balance, July 1	$ 8,160,129	$ 8,160,129	$ 8,160,129	$ -
Resources (inflows):				
Use of money and property	127,770	127,770	360,659	232,889
Transfers from other funds	4,378,304	4,378,304	4,337,317	(40,987)
Amount available for appropriation	4,506,074	4,506,074	4,697,976	191,902
Charges to appropriations (outflows):				
Principal retirement	1,995,000	1,995,000	1,995,000	-
Interest and fiscal charges	2,383,304	2,383,304	2,377,344	5,960
Transfers to other funds	3,949,830	7,376,792	4,108,539	3,268,253
Total charges to appropriations	8,328,134	11,755,096	8,480,883	3,274,213
Excess of resources over (under) charges to appropriations	(3,822,060)	(7,249,022)	(3,782,907)	3,466,115
Fund balance, June 30	$ 4,338,069	$ 911,107	$ 4,377,222	$ 3,466,115

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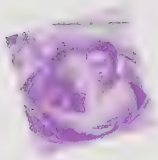


NON-MAJOR GOVERNMENTAL FUNDS

NON-MAJOR GOVERNMENTAL FUNDS

Supplemental Law Enforcement Services Fund – To account for the enactment of Assembly Bill 3229 in the California State Budget to be used for front-line municipal police services.

Law Enforcement Fund – To account for revenue and costs related to special narcotics investigations and for providing police services on a contractual basis to other entities.

Public Art Fund – To account for revenue and expenditures related to the City's Public Art Program.

Maintenance Assessment District Fund – To account for funds held in trust by the City as collected from property assessments to be used for maintenance for improvements such as landscape and lighting.

Street Lighting Fund – To account for street lighting revenue and expenditures for the City.

Municipal Improvement Revenue Bonds Fund – To account for the accumulation of resources and payment of long-term debt principal and interest for the parking structure leaseback and Revenue Refunding Bonds.

Redevelopment Agency Fund – To account for the accumulation of resources and payment of general long-term debt principal and interest by the Redevelopment Agency.

Housing and Community Development Block Grant Fund – To account for the revenue and expenditures related to Federal community development block grants.

Portobello Dredging Fund – To account for improvements and dredging of the Portobello Canal.

COMPREHENSIVE

ANNUAL

FINANCIAL REPORT

City of San Buenaventura
Combining Balance Sheet
Non-Major Governmental Funds
June 30, 2007

	Special Revenue			
	Supplemental Law Enforcement Services	Law Enforcement	Public Art	Maintenance Assessment District
ASSETS				
Assets:				
Cash and investments	$ 6,862	$ 196,821	$ 2,996,664	$ 4,703
Restricted cash and investments	-	-	-	-
Accounts receivable, net	-	-	-	165
Due from others	-	-	-	2,700
Due from other governments	-	53,655	-	-
Loans and notes receivable	-	-	-	-
Land and buildings held for resale	-	-	-	-
Total assets	$ 6,862	$ 250,476	$ 2,996,664	$ 7,568
LIABILITIES AND FUND BALANCES				
Liabilities:				
Accounts payable	$ 6,862	$ 4,523	$ 4,537	$ 4,569
Due to other funds	-	-	-	-
Due to other governments	-	-	-	-
Deferred revenue	-	81,892	-	-
Total liabilities	6,862	86,415	4,537	4,569
Fund Balances:				
Reserved:				
Encumbrances	-	25,000	-	-
Loans and notes receivable	-	-	-	-
Assets held for resale	-	-	-	-
Debt service	-	-	-	-
Unreserved, designated:				
Special revenue funds	-	12,500	1,601,137	-
Unreserved, undesignated				
Special revenue funds	-	126,561	1,390,990	2,999
Capital projects funds	-	-	-	-
Total fund balances	-	164,061	2,992,127	2,999
Total liabilities and fund balances	$ 6,862	$ 250,476	$ 2,996,664	$ 7,568

Special Revenue	Debt Service		Capital Projects		Total Other Governmental Funds
Street Lighting	Municipal Improvement Revenue Bonds	Redevelopment Agency	Housing and Community Development Block Grant	Portobello Dredging	
$ 29,905	$ 3,839,346	$ 530,930	$ 232,082	$ 1,244,246	$ 9,081,559
-	1,389,813	-	-	-	1,389,813
19,890	-	-	-	-	20,055
-	-	-	-	-	2,700
17,915	-	-	421,965	-	493,535
-	-	-	3,300,356	-	3,300,356
-	-	-	815,822	-	815,822
$ 67,710	$ 5,229,159	$ 530,930	$ 4,770,225	$ 1,244,246	$ 15,103,840
$ 86,839	$ -	$ -	$ 25,804	$ -	$ 133,134
-	-	-	36,868	-	36,868
-	-	-	2,967,146	-	2,967,146
-	-	-	-	-	81,892
86,839	-	-	3,029,818	-	3,219,040
-	-	-	-	-	25,000
-	-	-	1,086,407	-	1,086,407
-	-	-	815,822	-	815,822
-	5,229,159	530,930	-	-	5,760,089
-	-	-	-	-	1,613,637
(19,129)	-	-	-	-	1,501,421
-	-	-	(161,822)	1,244,246	1,082,424
(19,129)	5,229,159	530,930	1,740,407	1,244,246	11,884,800
$ 67,710	$ 5,229,159	$ 530,930	$ 4,770,225	$ 1,244,246	$ 15,103,840

City of San Buenaventura
Combined Statement of Revenues, Expenditures and Changes in Fund Balances
Non-Major Governmental Funds
For the year ended June 30, 2007

	Special Revenue			
	Supplemental Law Enforcement Services	Law Enforcement	Public Art	Maintenance Assessment District
REVENUES:				
Taxes	$ -	$ -	$ -	$ 172,116
Intergovernmental	207,697	329,521	8,000	-
Charges for services	-	-	-	-
Use of money and property	1,541	11	147,983	2,405
Other revenue	-	-	724	-
Total revenues	209,238	329,532	156,707	174,521
EXPENDITURES:				
Current:				
Public works	-	-	-	221,478
Public safety - police	441,977	245,367	-	-
Capital outlays	-	52,052	440,892	-
Debt service:				
Principal retirement	-	-	-	-
Interest and other charges	-	-	-	-
Total expenditures	441,977	297,419	440,892	221,478
REVENUES OVER (UNDER) EXPENDITURES	(232,739)	32,113	(284,185)	(46,957)
OTHER FINANCING SOURCES (USES):				
Transfers in	232,739	10,466	78,863	-
Transfers out	-	-	(22,236)	(55,035)
Total other financing sources (uses)	232,739	10,466	56,627	(55,035)
Net change in fund balances	-	42,579	(227,558)	(101,992)
FUND BALANCES:				
Beginning of year	-	121,482	3,219,685	104,991
End of year	$ -	$ 164,061	$ 2,992,127	$ 2,999

Special Revenue	Debt Service		Capital Projects		
Street Lighting	Municipal Improvement Revenue Bonds	Redevelopment Agency	Housing and Community Development Block Grant	Portobello Dredging	Total Other Governmental Funds
$ -	$ -	$ -	$ -	$ -	$ 172,116
8,068	-	-	1,021,126	-	1,574,412
879,801	-	-	-	-	879,801
2,739	302,428	21,164	35,966	13,457	527,694
-	-	-	72	-	796
890,608	302,428	21,164	1,057,164	13,457	3,154,819
1,033,068	-	-	-	-	1,254,546
-	-	-	-	-	687,344
-	-	-	932,902	15,032	1,440,878
-	645,689	245,000	-	-	890,689
-	846,807	274,083	-	-	1,120,890
1,033,068	1,492,496	519,083	932,902	15,032	5,394,347
(142,460)	(1,190,068)	(497,919)	124,262	(1,575)	(2,239,528)
-	1,000,000	497,998	-	-	1,820,066
-	-	-	(2,628)	-	(79,899)
-	1,000,000	497,998	(2,628)	-	1,740,167
(142,460)	(190,068)	79	121,634	(1,575)	(499,361)
123,331	5,419,227	530,851	1,618,773	1,245,821	12,384,161
$ (19,129)	$ 5,229,159	$ 530,930	$ 1,740,407	$ 1,244,246	$ 11,884,800

City of San Buenaventura

Schedule of Revenues, Expenditures and Changes in Fund Balances - Budget and Actual

Supplemental Law Enforcement Services Special Revenue Fund

For the year ended June 30, 2007

	Budgeted Amounts		Actual	Variance with Final Budget Positive
	Original	Final	Amounts	(Negative)
Fund balance, July 1	$ -	$ -	$ -	$ -
Resources (inflows):				
Intergovernmental	154,000	207,697	207,697	-
Use of money and property	-	-	1,541	1,541
Transfer from other funds	232,739	232,739	232,739	-
Amount available for appropriation	386,739	440,436	441,977	1,541
Charges to appropriations (outflows):				
Public safety - police	386,739	440,436	441,977	(1,541)
Total charges to appropriations	386,739	440,436	441,977	(1,541)
Excess of resources over (under) charges to appropriations	-	-	-	-
Fund balance, June 30	$ -	$ -	$ -	$ -

City of San Buenaventura

Schedule of Revenues, Expenditures and Changes in Fund Balances - Budget and Actual

Law Enforcement Special Revenue Fund

For the year ended June 30, 2007

	Budgeted Amounts		Actual	Variance with Final Budget Positive
	Original	Final	Amounts	(Negative)
Fund balance, July 1	$ 121,482	$ 121,482	$ 121,482	$ -
Resources (inflows):				
Intergovernmental	50,000	529,623	329,521	(200,102)
Use of money and property	-	-	11	11
Transfers from other funds	190,509	136,188	10,466	(125,722)
Amount available for appropriation	240,509	665,811	339,998	(325,813)
Charges to appropriations (outflows):				
Public safety - police	240,509	642,175	245,367	396,808
Capital outlays	-	79,517	52,052	27,465
Total charges to appropriations	240,509	721,692	297,419	424,273
Excess of resources over (under) charges to appropriations	-	(55,881)	42,579	98,460
Fund balance, June 30	$ 121,482	$ 65,601	$ 164,061	$ 98,460

City of San Buenaventura

Schedule of Revenues, Expenditures and Changes in Fund Balances - Budget and Actual

Public Art Special Revenue Fund

For the year ended June 30, 2007

	Budgeted Amounts		Actual	Variance with Final Budget Positive
	Original	Final	Amounts	(Negative)
Fund balance, July 1	$ 3,219,685	$ 3,219,685	$ 3,219,685	$ -
Resources (inflows):				
Intergovernmental	-	8,000	8,000	-
Use of money and property	-	-	147,983	147,983
Other revenue	-	-	724	724
Transfers from other funds	-	78,863	78,863	-
Amount available for appropriation	-	86,863	235,570	148,707
Charges to appropriations (outflows):				
Capital outlays	1,843,616	2,041,756	440,892	1,600,864
Transfers to other funds	-	22,236	22,236	-
Total charges to appropriations	1,843,616	2,063,992	463,128	1,600,864
Excess of resources over (under) charges to appropriations	(1,843,616)	(1,977,129)	(227,558)	1,749,571
Fund balance, June 30	$ 1,376,069	$ 1,242,556	$ 2,992,127	$ 1,749,571

City of San Buenaventura

Schedule of Revenues, Expenditures and Changes in Fund Balances - Budget and Actual

Maintenance Assessment District Special Revenue Fund

For the year ended June 30, 2007

	Budgeted Amounts		Actual	Variance with Final Budget Positive
	Original	Final	Amounts	(Negative)
Fund balance, July 1	$ 104,991	$ 104,991	$ 104,991	$ -
Resources (inflows):				
Taxes	318,019	349,019	172,116	(176,903)
Use of money and property	-	-	2,405	2,405
Amount available for appropriation	318,019	349,019	174,521	(174,498)
Charges to appropriations (outflows):				
Public works	262,984	293,984	221,478	72,506
Transfers to other funds	55,035	55,035	55,035	-
Total charges to appropriations	318,019	349,019	276,513	72,506
Excess of resources over (under) charges to appropriations	-	-	(101,992)	(101,992)
Fund balance, June 30	$ 104,991	$ 104,991	$ 2,999	$ (101,992)

City of San Buenaventura

Schedule of Revenues, Expenditures and Changes in Fund Balances - Budget and Actual

Street Lighting Special Revenue Fund

For the year ended June 30, 2007

	Budgeted Amounts		Actual	Variance with Final Budget Positive
	Original	Final	Amounts	(Negative)
Fund balance, July 1	$ 123,331	$ 123,331	$ 123,331	$ -
Resources (inflows):				
Intergovernmental	7,600	7,600	8,068	468
Charges for services	878,574	878,574	879,801	1,227
Use of money and property	1,250	1,250	2,739	1,489
Amount available for appropriation	887,424	887,424	890,608	3,184
Charges to appropriations (outflows):				
Public works	983,558	983,558	1,033,068	(49,510)
Total charges to appropriations	983,558	983,558	1,033,068	(49,510)
Excess of resources over (under) charges to appropriations	(96,134)	(96,134)	(142,460)	(46,326)
Fund balance, June 30	$ 27,197	$ 27,197	$ (19,129)	$ (46,326)

City of San Buenaventura

Schedule of Revenues, Expenditures and Changes in Fund Balances - Budget and Actual

Municipal Improvement Revenue Bonds Debt Service Fund

For the year ended June 30, 2007

	Budgeted Amounts		Actual	Variance with Final Budget Positive
	Original	Final	Amounts	(Negative)
Fund balance, July 1	$ 5,419,227	$ 5,419,227	$ 5,419,227	$ -
Resources (inflows):				
Use of money and property	219,579	219,579	302,428	82,849
Transfers from other funds	1,000,000	1,000,000	1,000,000	-
Amount available for appropriation	1,219,579	1,219,579	1,302,428	82,849
Charges to appropriations (outflows):				
Principal retirement	645,689	645,689	645,689	-
Interest and other charges	848,580	848,580	846,807	1,773
Total charges to appropriations	1,494,269	1,494,269	1,492,496	1,773
Excess of resources over (under) charges to appropriations	(274,690)	(274,690)	(190,068)	84,622
Fund balance, June 30	$ 5,144,537	$ 5,144,537	$ 5,229,159	$ 84,622

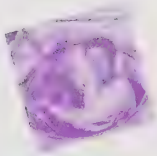
City of San Buenaventura

Schedule of Revenues, Expenditures and Changes in Fund Balances - Budget and Actual

Redevelopment Agency Debt Service Fund

For the year ended June 30, 2007

	Budgeted Amounts		Actual	Variance with Final Budget Positive
	Original	Final	Amounts	(Negative)
Fund balance, July 1	$ 530,851	$ 530,851	$ 530,851	$ -
Resources (inflows):				
Use of money and property	20,100	20,100	21,164	1,064
Transfers from other funds	499,433	499,433	497,998	(1,435)
Amount available for appropriation	519,533	519,533	519,162	(371)
Charges to appropriations (outflows):				
Principal retirement	245,000	245,000	245,000	-
Interest and other charges	274,533	274,533	274,083	450
Total charges to appropriations	519,533	519,533	519,083	450
Excess of resources over (under) charges to appropriations	-	-	79	79
Fund balance, June 30	$ 530,851	$ 530,851	$ 530,930	$ 79



INTERNAL SERVICE FUNDS

INTERNAL SERVICE FUNDS

Information Technology Fund – To account for costs related to the replacement and maintenance of the City's computer infrastructure. Costs are recovered through a monthly user fee charged to City departments.

Fleet Maintenance Fund – To account for costs related to operation of the central garage and fleet maintenance system, which provides vehicles and equipment for all City departments. Costs are recovered through a monthly user fee charged to City departments.

Facilities Maintenance Fund – To account for costs related to providing facility maintenance services to all City departments. A monthly fee, based on office square footage, is charged to City departments to recover these costs.

Reproduction Services Fund – To account for costs related to printing and reproduction of materials by all City departments. Costs are recovered through a monthly user fee charged to City departments using the service.

Workers' Compensation Fund – To account for costs and liabilities related to the Workers' Compensation Program. Costs are recovered through a monthly fee based on employee type charges to City departments.

Employee Benefits Fund – To account for costs and liabilities related to health, life, dental, and disability insurances, public employees' retirement system, federal and state taxes, association dues, leave time benefits, and miscellaneous deductions paid by the City on behalf of the employees. A bi-weekly employee benefit charge based on a percentage of gross payroll is charged to City departments to recover these costs.

Risk Management Fund – To account for costs of providing public liability insurance coverage to operating funds. Costs are recovered from those funds which benefit from the insurance coverage.

FINANCIAL
REPORT

City of San Buenaventura
Combining Statement of Net Assets
All Internal Service Funds
June 30, 2007

	Information Technology	Fleet Maintenance	Facilities Maintenance
ASSETS			
Current assets:			
Cash and investments	$ 1,390,692	$ 2,910,540	$ 1,965,628
Accounts receivable, net	-	44,311	1,422
Due from other funds	-	-	34,852
Due from others	-	650	-
Due from other governments	-	-	-
Notes receivable	-	-	-
Total current assets	1,390,692	2,955,501	2,001,902
Noncurrent assets:			
Capital assets:			
Depreciable, net	55,871	7,735,087	120,315
Total assets	1,446,563	10,690,588	2,122,217
LIABILITIES			
Current liabilities:			
Accounts payable	77,619	80,068	202,052
Accrued payroll liabilities	-	-	-
Claims and judgments payable	-	-	-
Compensated absences payable	-	-	-
Long term debt - due within one year	-	-	75,210
Total current liabilities	77,619	80,068	277,262
Noncurrent liabilities:			
Claims and judgments payable	-	-	-
Compensated absences payable	-	-	-
Long term debt - due in more than one year	-	-	422,831
Total noncurrent liabilities	-	-	422,831
Total liabilities	77,619	80,068	700,093
NET ASSETS			
Invested in capital assets	55,871	7,735,087	120,315
Unrestricted	1,313,073	2,875,433	1,301,809
Total net assets	$ 1,368,944	$ 10,610,520	$ 1,422,124

Reproduction Services	Workers' Compensation	Employee Fringe Benefits	Risk Management	Total
$ 174,301	$ 7,194,894	$ 6,793,239	$ 5,560,430	$ 25,989,724
-	-	98,693	-	144,426
-	2,796,413	-	-	2,831,265
-	35	72,324	1,042	74,051
-	-	-	481,669	481,669
-	-	605,000	-	605,000
174,301	9,991,342	7,569,256	6,043,141	30,126,135
80,634	-	4,558	18,141	8,014,606
254,935	9,991,342	7,573,814	6,061,282	38,140,741
19,493	4,983	33,565	38,300	456,080
-	-	2,534,027	-	2,534,027
-	2,414,720	-	268,112	2,682,832
-	-	449,250	-	449,250
-	-	-	-	75,210
19,493	2,419,703	3,016,842	306,412	6,197,399
-	3,863,974	-	2,169,519	6,033,493
-	-	4,084,686	-	4,084,686
-	-	-	-	422,831
-	3,863,974	4,084,686	2,169,519	10,541,010
19,493	6,283,677	7,101,528	2,475,931	16,738,409
80,634	-	4,558	18,141	8,014,606
154,808	3,707,665	467,728	3,567,210	13,387,726
$ 235,442	$ 3,707,665	$ 472,286	$ 3,585,351	$ 21,402,332

City of San Buenaventura
Combining Statement of Activities and Changes in Net Assets
All Internal Service Funds
For the year ended June 30, 2007

	Information Technology	Fleet Maintenance	Facilities Maintenance
OPERATING REVENUES:			
Internal service charges	$ 1,307,530	$ 3,623,902	$ 4,083,064
Other operating revenues	23,840	97,956	4,974
Total operating revenues	1,331,370	3,721,858	4,088,038
OPERATING EXPENSES:			
Salaries and benefits	491,489	1,001,466	935,889
Contractual services	258,409	65,223	1,046,306
Materials and supplies	283,015	1,451,357	619,480
General and administrative	319,481	254,513	1,431,690
Insurance premiums and settlements	-	631	-
Depreciation	18,589	907,921	15,729
Total operating expenses	1,370,983	3,681,111	4,049,094
OPERATING INCOME (LOSS)	(39,613)	40,747	38,944
NONOPERATING REVENUES (EXPENSES):			
Investment income	9,426	19,980	-
Interest expense	-	-	(24,931)
Total nonoperating revenues	9,426	19,980	(24,931)
Income before transfers	(30,187)	60,727	14,013
Transfers in	111,000	1,024,036	1,142,385
Transfers out	(849,437)	-	(250,000)
Change in net assets	(768,624)	1,084,763	906,398
NET ASSETS:			
Beginning of year	2,137,568	9,525,757	515,726
End of year	$ 1,368,944	$ 10,610,520	$ 1,422,124

Reproduction Services	Workers' Compensation	Employee Fringe Benefits	Risk Management	Total
$ 363,295	$ 4,642,186	$ 19,163,186	$ 1,372,275	$ 34,555,438
-	2,221	1,647	451,857	582,495
363,295	4,644,407	19,164,833	1,824,132	35,137,933
189,494	267,205	1,006,370	163,441	4,055,354
77,296	499,470	85,459	258,943	2,291,106
72,551	4,724	316	52,943	2,484,386
17,688	271,333	13,049,671	27,288	15,371,664
-	1,907,862	5,789,678	2,748,381	10,446,552
17,727	-	566	1,596	962,128
374,756	2,950,594	19,932,060	3,252,592	35,611,190
(11,461)	1,693,813	(767,227)	(1,428,460)	(473,257)
961	61,728	75,724	64,285	232,104
-	-	-	-	(24,931)
961	61,728	75,724	64,285	207,173
(10,500)	1,755,541	(691,503)	(1,364,175)	(266,084)
-	-	100,000	-	2,377,421
-	-	-	-	(1,099,437)
(10,500)	1,755,541	(591,503)	(1,364,175)	1,011,900
245,942	1,952,124	1,063,789	4,949,526	20,390,432
$ 235,442	$ 3,707,665	$ 472,286	$ 3,585,351	$ 21,402,332

City of San Buenaventura
Combining Statement of Cash Flows
All Internal Service Funds
For the year ended June 30, 2007

	Information Technology	Fleet Maintenance	Facilities Maintenance
CASH FLOWS FROM OPERATING ACTIVITIES:			
Cash received from customers/other funds	$ 1,307,530	$ 3,612,052	$ 4,078,503
Cash payments to suppliers for goods and services	(817,493)	(1,903,308)	(3,212,751)
Cash payments to employees for services	(491,489)	(1,001,466)	(935,889)
Insurance premiums and settlements	-	(631)	-
Other operating revenues	23,840	97,956	4,974
Net cash provided (used) by operating activities	22,388	804,603	(65,163)
CASH FLOWS FROM NONCAPITAL FINANCING ACTIVITIES:			
Proceeds from noncapital loans	-	-	378,567
Payment of noncapital loans	-	-	(77,204)
Transfers to other funds	(849,437)	-	(250,000)
Transfers from other funds	111,000	1,024,036	1,142,385
Net cash provided (used) by noncapital financing activities	(738,437)	1,024,036	1,193,748
CASH FLOWS FROM CAPITAL AND RELATED FINANCING ACTIVITIES:			
Purchase of capital assets	(18,062)	(2,163,829)	(11,243)
Net cash (used) by capital and related financing activities	(18,062)	(2,163,829)	(11,243)
CASH FLOWS FROM INVESTING ACTIVITIES:			
Investment income, net	9,426	19,980	(24,931)
Net cash provided (used) by investing activities	9,426	19,980	(24,931)
Net increase (decrease) in cash and cash equivalents	(724,685)	(315,210)	1,092,411
CASH AND INVESTMENTS:			
Beginning of year	2,115,377	3,225,750	873,217
End of year	$ 1,390,692	$ 2,910,540	$ 1,965,628
RECONCILIATION OF OPERATING INCOME (LOSS) TO NET CASH PROVIDED (USED) BY OPERATING ACTIVITIES:			
Operating income (loss)	$ (39,613)	$ 40,747	$ 38,944
Adjustments to reconcile operating income (loss) to net cash provided (used) by operating activities:			
Depreciation	18,589	907,921	15,729
Changes in assets and liabilities:			
Accounts receivable	-	(43,475)	24,291
Due from other funds	-	-	(28,852)
Due from others	-	31,625	-
Due from other governments	-	-	-
Prepaid items	-	276	-
Notes receivable	-	-	-
Accounts payable	43,412	(132,491)	(111,490)
Contracts payable	-	-	(3,785)
Accrued payroll liabilities	-	-	-
Claims and judgments payable	-	-	-
Compensated absences payable	-	-	-
Total adjustments	62,001	763,856	(104,107)
Net cash provided (used) by operating activities	$ 22,388	$ 804,603	$ (65,163)

Reproduction Services	Workers' Compensation	Employee Fringe Benefits	Risk Management	Total
$ 363,995	$ 1,851,423	$ 18,883,741	$ 1,892,064	$ 31,989,308
(157,938)	(808,041)	(13,603,424)	(492,568)	(20,995,523)
(189,494)	(267,205)	(1,006,370)	(163,441)	(4,055,354)
-	(2,668,007)	(5,293,407)	(1,410,557)	(9,372,602)
-	2,221	1,647	451,857	582,495
16,563	(1,889,609)	(1,017,813)	277,355	(1,851,676)
-	-	-	-	378,567
-	-	-	-	(77,204)
-	-	-	-	(1,099,437)
-	-	100,000	-	2,377,421
-	-	100,000	-	1,579,347
-	-	-	-	(2,193,134)
-	-	-	-	(2,193,134)
961	61,728	75,724	64,285	207,173
961	61,728	75,724	64,285	207,173
17,524	(1,827,881)	(842,089)	341,640	(2,258,290)
156,777	9,022,775	7,635,328	5,218,790	28,248,014
$ 174,301	$ 7,194,894	$ 6,793,239	$ 5,560,430	$ 25,989,724
$ (11,461)	$ 1,693,813	$ (767,227)	$ (1,428,460)	$ (473,257)
17,727	-	566	1,596	962,128
700	-	9,621	-	(8,863)
-	(2,796,413)	-	-	(2,825,265)
-	5,650	(9,066)	10,578	38,787
-	-	-	509,211	509,211
-	-	-	-	276
-	-	(280,000)	-	(280,000)
9,597	(32,514)	(467,978)	(151,982)	(843,446)
-	-	-	(1,412)	(5,197)
-	-	112,804	-	112,804
-	(760,145)	-	1,337,824	577,679
-	-	383,457	-	383,457
28,024	(3,583,422)	(250,596)	1,705,815	(1,378,429)
$ 16,563	$ (1,889,609)	$ (1,017,823)	$ 277,355	$ (1,851,686)

FIDUCIARY FUNDS

STATISTICAL SECTION

City of San Buenaventura
Index to the Statistical Section
For the year ended June 30, 2007

STATISTICAL SECTION — Page

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These schedules contain trend information to help the reader understand how the government's financial performance and well-being have changed over time.

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City of San Buenaventura
Net Assets by Component
Last Six Fiscal Years
(accrual basis of accounting)

	Fiscal Year					
	2007	2006	2005	2004	2003	2002
Governmental activities:						
Invested in capital assets, net of related debt	$ 72,471,553	$ 61,243,588	$ 50,801,739	$ 34,465,491	$ 25,439,081	$ 39,576,758
Restricted	43,023,154	37,975,503	42,284,534	54,603,313	69,157,207	64,424,511
Unrestricted	62,093,970	72,493,990	68,406,238	69,085,204	61,914,134	53,562,024
Total governmental activities net assets	177,588,677	171,713,081	161,492,511	158,154,008	156,510,422	157,563,293
Business-type activities:						
Invested in capital assets, net of related debt	127,477,656	111,965,178	102,241,593	42,586,428	58,294,483	59,941,904
Restricted	58,695,479	61,527,419	67,471,175	27,709,014	15,195,286	9,021,624
Unrestricted	28,607,819	33,995,113	26,305,567	113,413,435	102,739,490	101,213,751
Total business-type activities net assets	214,780,954	207,487,710	196,018,335	183,708,877	176,229,259	170,177,279
Primary government:						
Invested in capital assets, net of related debt	199,949,209	173,208,766	153,043,332	77,051,919	83,733,564	99,518,662
Restricted	101,718,633	99,502,922	109,755,709	82,312,327	84,352,493	73,446,135
Unrestricted	90,701,789	106,489,103	94,711,805	182,498,639	164,653,624	154,775,775
Total primary government net assets	$ 392,369,631	$ 379,200,791	$ 357,510,846	$ 341,862,885	$ 332,739,681	$ 327,740,572

The City of Ventura implemented GASB 34 for the fiscal year ended June 30, 2002.
For comparison purposes, the City has elected to show the year beginning 2002.

Source: The Comprehensive Annual Financial Report.

City of San Buenaventura
Changes in Net Assets
Last Six Fiscal Years
(accrual basis of accounting)

	Fiscal Year					
	2007	2006	2005	2004	2003	2002
Expenses:						
Governmental activities:						
General government	$ 8,886,145	$ 7,363,125	$ 6,328,043	$ 4,483,013	$ 2,440,653	$ 2,319,540
Human resources	3,301,372	1,794,494	2,432,266	1,918,203	901,052	2,100,559
Finance and Technology	4,491,565	4,214,527	4,406,547	4,299,847	5,269,505	5,375,537
Community development	7,441,301	5,843,104	4,195,179	4,581,043	4,596,322	6,169,629
Community services	6,342,292	5,914,499	7,670,919	4,324,879	5,281,398	3,892,203
Public safety - police	27,092,687	26,149,759	24,818,010	23,340,765	21,459,057	19,747,023
Public safety - fire	16,325,884	15,259,270	15,090,774	14,285,426	12,799,179	11,004,745
Public works	14,143,598	16,523,873	17,314,971	23,212,404	20,451,528	26,809,364
Depreciation expense	-	-	-	-	5,347,724	4,998,848
Interest on long term debt	4,158,887	4,348,870	4,142,812	4,138,041	5,780,698	4,329,074
Total governmental activities expenses	92,183,731	87,411,521	86,399,521	84,583,621	84,327,116	86,746,522
Business-type activities:						
Wastewater	13,513,120	11,348,681	11,087,744	10,230,723	11,053,245	9,649,642
Water	16,959,117	15,400,319	14,909,543	12,644,461	13,674,156	12,520,860
Golf course	4,631,771	3,379,722	2,197,409	2,817,574	849,715	1,213,525
Paramedic services	262,033	266,570	186,185	169,527	232,667	205,814
Total business-type activities expenses	35,366,041	30,395,292	28,380,881	25,862,285	25,809,783	23,589,841
Total primary government expenses	127,549,772	117,806,813	114,780,402	110,445,906	110,136,899	110,336,363
Program revenues:						
Governmental activities:						
Charges for services:						
General government	2,299,623	462,378	1,068,960	402,116	410,111	328,632
Human resources	135,020	144,571	132,194	127,726	124,711	117,373
Finance and Technology	1,334,412	1,114,838	966,173	1,425,317	1,414,906	949,973
Community development	965,890	911,326	585,546	822,509	672,508	402,356
Community services	2,622,700	2,196,637	1,703,281	1,745,879	1,835,602	1,724,189
Public safety - police	2,607,633	2,416,250	2,479,415	2,155,053	2,119,463	1,835,344
Public safety - fire	3,423,109	3,302,653	2,943,316	2,584,789	2,022,572	2,506,212
Public Works	2,727,787	2,449,364	2,695,192	2,933,850	3,197,619	2,836,329
Operating grants and contributions	11,424,010	13,773,429	12,862,868	14,185,310	13,151,737	17,755,622
Capital grants and contributions	2,827,598	1,445,341	2,278,540	178,520	112,223	232,977
Total governmental activities program revenues	30,367,782	28,216,787	27,715,485	26,561,069	25,061,452	28,689,007
Business-type activities:						
Charges for services:						
Sewer and sanitation	15,460,227	14,144,570	14,042,047	13,430,212	12,677,123	11,162,655
Water	20,533,851	17,838,573	17,642,997	16,924,727	16,103,697	15,353,505
Golf course	3,088,836	3,201,831	2,764,339	3,380,562	1,492,267	1,544,656
Paramedic services	513,823	450,002	321,190	192,384	193,253	184,580
Operating grants and contributions	16,079	-	-	-	-	-
Total business-type activities program revenues	39,612,816	35,634,976	34,770,573	33,927,885	30,466,340	28,245,396
Total primary government program revenues	69,980,598	63,851,763	62,486,058	60,488,954	55,527,792	56,934,403
Net revenues (expenses):						
Governmental activities:	(61,815,949)	(59,194,734)	(58,684,036)	(58,022,552)	(59,265,664)	(58,057,515)
Business-type activities:	4,246,775	5,239,684	6,389,692	8,065,600	4,656,557	4,655,555
Total net revenues (expenses):	(57,569,174)	(53,955,050)	(52,294,344)	(49,956,952)	(54,609,107)	(53,401,960)

City of San Buenaventura
Changes in Net Assets
Last Six Fiscal Years, Continued
(accrual basis of accounting)

	Fiscal Year					
	2007	2006	2005	2004	2003	2002
General revenues and other changes in net assets:						
Governmental activities:						
Taxes:						
Property taxes	22,182,764	20,216,123	18,800,820	16,732,650	15,240,502	13,814,149
Sales taxes	21,336,603	24,447,868	21,413,725	20,407,600	19,714,453	18,755,394
Other taxes	18,118,646	17,556,734	16,107,077	15,288,753	14,452,401	13,938,590
Motor vehicle license - intergovernmental unrestricted	7,887,568	7,697,659	7,909,188	4,770,850	5,922,778	5,728,788
Grants & contributions not restricted to specific programs	-	-	-	-	34,342	843,921
Investment income	3,976,243	2,568,014	2,330,922	1,266,955	2,931,952	4,484,683
Gain on sale of assets	969	914,131	28,567	142,835	19,562	202,551
Other general revenues	2,580	62,058	135,399	47,720	42,090	19,831
Transfers	86,987	(4,047,284)	(4,703,159)	1,008,775	-	-
Total govermental activities	73,592,360	69,415,303	62,022,539	59,666,138	58,358,080	57,787,907
Business-type activities:						
Investment income	3,133,456	2,182,407	1,216,607	422,793	1,393,503	2,530,652
Gain on sale of assets	-	-	-	-	1,920	1,669
Transfers	(86,987)	4,047,284	4,703,159	(1,008,775)	-	-
Total business-type activities	3,046,469	6,229,691	5,919,766	(585,982)	1,395,423	2,532,321
Total primary government	76,638,829	75,644,994	67,942,305	59,080,156	59,753,503	60,320,228
Changes in net assets						
Governmental activities:	11,776,411	10,220,569	3,338,503	1,643,586	(907,584)	(269,608)
Business-type activities:	7,293,244	11,469,375	12,309,458	7,479,618	6,051,980	7,187,876
Total primary government	$ 19,069,655	$ 21,689,944	$ 15,647,961	$ 9,123,204	$ 5,144,396	$ 6,918,268

The City of Ventura implemented GASB 34 for the fiscal year ended June 30, 2002.
For comparison purposes, the City has elected to show the year beginning 2002.

Source: The Comprehensive Annual Financial Report.

City of San Buenaventura
Fund Balances of Governmental Funds
Last Six Fiscal Years
(modified accrual basis of accounting)

	Fiscal Year					
	2007	2006	2005	2004	2003	2002
General fund:						
Reserved	$ 18,783,034	$ 18,837,506	$ 17,352,143	$ 17,004,738	$ 17,859,686	$ 40,574,782
Unreserved, designated	24,013,323	24,763,519	28,907,664	26,009,715	32,025,719	11,715,924
Unreserved, undesignated	17,316	3,965,697	2,386,387	4,085,445	174,963	644,613
Total general fund	42,813,673	47,566,722	48,646,194	47,099,898	50,060,368	52,935,319
All other governmental funds:						
Reserved	15,000,171	19,812,878	25,881,240	35,734,823	44,459,376	31,888,154
Unreserved, designated						
Reported in special revenue funds	17,575,235	11,956,497	15,385,351	20,801,758	22,981,747	28,854,043
Reported in capital project funds	6,277,234	8,591,515	6,128,690	8,643,217	9,504,999	8,043,479
Unreserved, undesignated:						
Reported in special revenue funds	12,443,532	13,971,840	9,416,759	7,741,802	7,751,988	1,011,279
Reported in capital project funds	(8,769,673)	(11,026,685)	(8,498,950)	(8,998,681)	(8,683,767)	(17,002,907)
Total all other governmental funds	$ 42,526,499	$ 43,306,045	$ 48,313,090	$ 63,922,919	$ 76,014,343	$ 52,794,048

The City of Ventura implemented GASB 34 for the fiscal year ended June 30, 2002.
For comparison purposes, the City has elected to show the year beginning 2002.

Source: The Comprehensive Annual Financial Report.

City of San Buenaventura
Changes in Fund Balances of Governmental Funds
Last Six Fiscal Years
(accrual basis of accounting)

	Fiscal Year					
	2007	2006	2005	2004	2003	2002
Revenues:						
Taxes	$ 66,434,879	$ 63,438,858	$ 59,388,852	$ 55,517,938	$ 52,312,822	$ 50,028,459
Licenses and permits	1,880,019	1,780,881	1,579,719	1,337,911	1,124,381	1,376,203
Intergovernmental	16,011,106	14,339,327	15,485,211	10,541,690	13,496,819	17,297,587
Charges for services	8,987,034	9,029,969	7,287,355	7,736,141	7,073,747	6,191,081
Fines and forfeitures	1,865,739	1,802,109	1,820,848	1,734,950	1,568,361	1,396,161
Use of money and property	6,395,623	6,152,912	4,127,490	3,355,993	5,065,327	7,069,728
Other revenues	4,420,729	3,257,395	4,844,575	3,672,874	2,733,981	2,255,820
Total revenues	105,995,129	99,801,451	94,534,050	83,897,497	83,375,438	85,615,039
Expenditures:						
Current:						
General government	8,276,104	6,707,261	5,706,403	3,964,093	2,458,220	2,310,890
Human resources	1,867,800	2,597,156	2,402,167	2,163,885	2,365,650	2,109,414
Finance and Technology	4,357,976	4,039,047	4,308,317	4,117,355	5,674,665	5,479,850
Community development	4,284,899	3,249,855	3,360,216	2,953,387	2,942,465	6,203,649
Community services	6,066,137	5,780,510	5,825,207	5,575,664	5,195,320	5,108,660
Public safety - police	27,504,321	27,560,257	26,243,467	24,352,859	21,698,793	20,926,224
Public safety - fire	16,505,456	15,816,543	15,828,561	14,878,097	12,913,181	11,430,213
Public works	15,494,191	14,638,986	13,964,871	13,205,851	12,636,440	12,172,611
Capital outlays	18,894,966	14,167,948	21,175,816	22,230,168	14,605,554	16,837,363
Debt service:						
Principal retirement	2,885,689	2,864,960	2,748,074	2,371,232	21,221,361	4,340,689
Interest and other charges	4,199,188	4,382,321	4,174,214	4,130,575	5,013,445	3,868,494
Total expenditures	110,336,727	101,804,844	105,737,313	99,943,166	106,725,094	90,788,057
Revenues over (under) expenditures	(4,341,598)	(2,003,393)	(11,203,263)	(16,045,669)	(23,349,656)	(5,173,018)
Other financing sources (uses):						
Proceeds from long-term debt	-	-	-	-	43,695,000	19,512,872
Transfers in	18,084,380	10,686,822	16,914,994	13,465,071	31,800,410	13,256,029
Transfers out	(19,275,377)	(14,769,946)	(19,775,264)	(12,471,296)	(31,800,410)	(13,256,029)
Total other financing sources (uses)	(1,190,997)	(4,083,124)	(2,860,270)	993,775	43,695,000	19,512,872
Net change in fund balances	$ (5,532,595)	$ (6,086,517)	$ (14,063,533)	$ (15,051,894)	$ 20,345,344	$ 14,339,854
Debt service as a percentage of noncapital expenditures	8.4%	9.0%	8.9%	9.1%	39.8%	12.5%

The City of Ventura implemented GASB 34 for the fiscal year ended June 30, 2002.
For comparison purposes, the City has elected to show the year beginning 2002.

Source: The Comprehensive Annual Financial Report.

City of San Buenaventura

Assessed Value and Estimated Actual Value of Taxable Property

Last Ten Fiscal Years

(in thousands of dollars)

	City				Redevelopment Agency				
Fiscal Year Ended June 30	Local Secured	Utility	Unsecured	Taxable Assessed Value	Secured	Unsecured	Less: Exemptions	Taxable Assessed Value	Total Direct Tax Rate
1998	5,257,737	1,939	384,874	5,644,550	144,722	21,997	(567)	166,152	0.172%
1999	5,378,633	1,732	387,289	5,767,654	150,436	21,843	(581)	171,698	0.178%
2000	5,660,835	1,481	413,024	6,075,340	166,565	23,153	(573)	189,145	0.174%
2001	6,131,888	3,595	423,582	6,559,065	174,581	21,962	(566)	195,977	0.167%
2002	6,687,434	3,626	579,842	7,270,902	192,306	25,963	(630)	217,639	0.162%
2003	7,273,077	5,594	580,029	7,858,700	209,337	27,155	(630)	235,862	0.166%
2004	7,970,154	1,207	474,987	8,446,348	234,799	24,575	(707)	258,667	0.168%
2005	8,685,289	1,363	510,098	9,196,750	267,968	23,193	(795)	290,366	0.170%
2006	9,576,759	1,207	546,406	10,124,372	301,493	25,722	(805)	326,410	0.165%
2007	10,631,830	1,078	571,736	11,204,644	333,500	26,320	(790)	359,030	0.164%

Note: Data is stated at 100% of actual value as required under Section 135 of the Revenue and Tax Code. Exemptions are netted directly against the individual property categories.

Source: Ventura County Auditor-Controller's Office

FINANCIAL
REPORT

City of San Buenaventura
Direct and Overlapping Property Tax Rates
Last Ten Fiscal Years
(Rate per $100 of assessed value)

	2007	2006
City Direct Rates:		
City basic rate	0.0136	0.0161
Redevelopment Agency	0.0003	0.0004
Total City Direct Rate	0.0140	0.0165
Overlapping Rates:		
Ventura County Community College District	0.1242	0.1246
Ventura Unified School District	0.8448	0.8449
Oxnard Union High School District	0.0002	0.0002
Mesa Union School District	0.0021	0.0022
Oxnard School District	0.0003	0.0028
Rio School District	0.0001	0.0001
Ventura Port District	0.0000	0.0000
City of San Buenaventura 1915 Act Bonds	1.0000	1.0000
United Water Conservation District 1915 Act Bonds	0.0000	0.0000
Ventura County General Fund Obligations	0.1241	0.1246
Ventura County Pension Obligations	0.1241	0.1246
Ventura County Superintendent of Schools	0.1241	0.1246
Ventura County Library Authority	0.0000	0.0000
Ventura County Community College District Certificates of Participation	0.0000	0.0000
Ventura Unified School District Certificates of Participation	0.8448	0.8449
Oxnard Union High School District Certificates of Participation	0.0002	0.0002
Oxnard School District Certificates of Participation	0.0003	0.0003
Rio School District Certificates of Participation	0.0001	0.0001
City of San Buenaventura General Fund Obligations	1.0000	1.0000
Total Direct Rate	4.2031	4.2104

Source: California Municipal Statistics, Inc.

2005	2004	2003	2002	2001	2000	1999	1998
0.0171	0.0192	0.0221	0.0197	0.0166	0.0187	0.0171	0.0169
0.0004	0.0004	0.0004	0.0004	0.0003	0.0003	0.0003	0.0002
0.0175	0.0196	0.0225	0.0200	0.0168	0.0191	0.0174	0.0171
0.1245	0.1252	0.1255	0.0000	0.0000	0.0000	0.0000	0.0000
0.8435	0.8528	0.8507	0.8493	0.8336	0.8366	0.8226	0.8206
0.0002	0.0002	0.0002	0.0003	0.0003	0.0004	0.0003	0.0004
0.0024	0.0027	0.0000	0.0000	0.0000	0.0000	0.0000	0.0000
0.0004	0.0005	0.0005	0.0008	0.0008	0.0010	0.0007	0.0009
0.0001	0.0001	0.0001	0.0001	0.0001	0.0001	0.0001	0.0001
0.0000	0.0000	0.0000	0.0000	0.0000	0.9992	0.9990	0.9990
1.0000	1.0000	1.0000	1.0000	1.0000	1.0000	1.0000	1.0000
0.0000	0.0000	0.0000	0.0000	0.0000	0.0000	0.0000	0.0336
0.1245	0.1252	0.1254	0.1252	0.1228	0.1247	0.1256	0.1280
0.1245	0.1252	0.1254	0.1252	0.1228	0.1247	0.1256	0.1280
0.1245	0.1252	0.0000	0.1252	0.1228	0.1247	0.1256	0.1280
0.0000	0.0000	0.0000	0.2037	0.1993	0.2010	0.2035	0.0000
0.1245	0.1252	0.1255	0.1253	0.1228	0.1248	0.1256	0.0000
0.8435	0.8528	0.8507	0.8493	0.8336	0.8366	0.8226	0.8206
0.0002	0.0002	0.0002	0.0003	0.0003	0.0004	0.0003	0.0004
0.0004	0.0005	0.0005	0.0008	0.0008	0.0010	0.0007	0.0009
0.0001	0.0001	0.0001	0.0001	0.0001	0.0001	0.0001	0.0001
1.0000	1.0000	1.0000	1.0000	1.0000	1.0000	1.0000	1.0000
4.3308	4.3554	4.2274	4.4258	4.3771	5.3946	5.3697	5.0775

City of San Buenaventura
Principal Property Taxpayers
Current Year and Nine Years Ago

Taxpayer	2007 Taxable Assessed Value (1)	2007 Percent of Total City Taxable Assessed Value (2)	1998 Taxable Assessed Value (3)	1998 Percent of Total City Taxable Assessed Value (4)
Macerich Buenaventura, Ltd.	$ 74,940,260	0.70%	$ 67,857,000	1.19%
Montalvo Shopping Center	48,560,161	0.46%	-	0.00%
Weston Co. Ventura Apartments	47,931,283	0.45%	13,459,150	0.24%
ASN Ventura LLC	39,476,235	0.37%	-	0.00%
Archstone Communities Trust	33,356,379	0.31%	-	0.00%
Olson 737-Ventura 3, LLC	32,999,000	0.31%	-	0.00%
Lowe's HIW, Inc.	30,064,911	0.28%	-	0.00%
Newport Beach North, LLC	27,103,711	0.25%	-	0.00%
Program 87A, Ltd.	26,858,127	0.25%	24,078,026	0.42%
Telephone & Main Associates, LLC	25,438,826	0.24%	-	0.00%
	$ 386,728,893	3.64%	$ 105,394,176	1.84%

(1) Source: Ventura County Assessor's Office
(2) 2006-07 Local Secured Assessed Valuation: $10,631,829,726

(3) Source: Ventura County Assessor's Office
(4) 1997-98 Local Secured Assessed Valuation: $5,712,761,280

City of San Buenaventura
Property Tax Levies and Collections
Last Ten Fiscal Years

Fiscal Year Ended June 30	Taxes Levied for the Fiscal Year (1)	Collected within the Fiscal Year of Levy		Collections in Subsequent Years (2)	Total Collections To-Date	
		Amount	Percent of Levy		Amount (2)	Percent of Levy
1998	9,657,526	9,493,115	98.30%	527,167	$ 10,020,282	103.76%
1999	10,388,060	10,375,496	99.88%	214,113	10,589,609	101.94%
2000	10,952,936	10,789,287	98.51%	82,460	10,871,747	99.26%
2001	11,429,609	11,226,858	98.23%	54,016	11,280,874	98.70%
2002	12,491,663	12,114,098	96.98%	38,967	12,153,065	97.29%
2003	13,607,563	13,353,034	98.13%	57,854	13,410,888	98.55%
2004	14,679,933	14,549,118	99.11%	55,629	14,604,747	99.49%
2005	16,188,791	16,103,883	99.48%	39,942	16,143,825	99.72%
2006	17,598,566	17,226,875	97.89%	46,130	17,273,005	98.15%
2007	19,687,798	18,946,723	96.24%	59,258	19,005,981	96.54%

Source: (1) Ventura County Assessor's Office
(2) Finance and Technology Department, City of San Buenaventura

City of San Buenaventura
Ratios of Outstanding Debt by Type
Last Ten Fiscal Years

Fiscal Year Ended June 30	Governmental Activities				Business-Type Activities		
	Certificates of Participation	Tax Allocation Bonds	Loans	Total Governmental Activities	Wastewater Revenue Bonds	Water Revenue Bonds	Safe Drinking Water Loan
1998	$ 26,240,000	-	$ 27,690,467	$ 53,930,467	$ 9,003,520	$ 16,395,000	$ -
1999	25,455,000	-	29,542,632	54,997,632	8,730,596	15,730,000	-
2000	24,630,000	-	30,824,989	55,454,989	8,374,621	15,035,000	-
2001	23,760,000	-	30,740,468	54,500,468	7,998,646	14,305,000	-
2002	39,250,000	-	8,449,886	47,699,886	7,602,671	13,535,000	-
2003	54,355,000	8,000,000	7,963,812	70,318,812	7,186,696	13,085,000	-
2004	52,635,000	8,000,000	7,312,580	67,947,580	6,750,721	26,871,342	-
2005	50,760,000	7,795,000	6,852,506	65,407,506	24,569,447	26,023,027	-
2006	48,825,000	7,555,000	6,151,224	62,531,224	24,019,430	25,549,712	13,156,599
2007	46,830,000	7,310,000	5,806,898	59,946,898	23,444,413	25,056,399	20,000,000

Note: Details regarding the City's outstanding debt can be found in the notes to the financial statements.

Source: The Comprehensive Annual Financial Report.

** Data not available

Total Business-Type Activities	Total Primary Government	Percentage of Personal Income	Debt Per Capita
$ 25,398,520	$ 79,328,987	**	**
24,460,596	79,458,228	**	**
23,409,621	78,864,610	2.91%	781
22,303,646	76,804,114	**	**
21,137,671	68,837,557	2.26%	669
20,271,696	90,590,508	**	**
33,622,063	101,569,643	3.46%	966
50,592,474	115,999,980	3.84%	1099
49,569,142	112,100,366	3.67%	1069
68,500,812	128,447,710	4.04%	1213

City of San Buenaventura
Ratio of General Bonded Debt Outstanding
Last Ten Fiscal Years
(In Thousands, except Per Capita)

Fiscal Year Ended June 30	Outstanding General Bonded Debt			Total Taxable Assessed Value	Percent of Assessed Value (1)	Per Capita
	Certificates of Participation	Tax Allocation Bonds	Total			
1998	$ 26,240	$ -	$ 26,240	$ 5,810,702	0.45%	**
1999	25,455	-	25,455	5,939,352	0.43%	**
2000	24,630	-	24,630	6,264,485	0.39%	252
2001	23,760	-	23,760	6,755,042	0.35%	**
2002	39,250	-	39,250	7,488,541	0.52%	231
2003	54,355	8,000	62,355	8,094,562	0.77%	**
2004	52,635	8,000	60,635	8,705,015	0.70%	517
2005	50,760	7,795	58,555	9,487,116	0.62%	499
2006	48,825	7,555	56,380	10,450,782	0.54%	484
2007	46,830	7,310	54,140	11,563,674	0.47%	461

(1) Assessed value has been used because the actual value of taxable property is not readily available in the State of California.

Source: The Comprehensive Annual Financial Report.

** Data not available

City of San Buenaventura
Direct and Overlapping Debt
June 30, 2007

City Assessed Valuation	$ 11,204,644,465
Redevelopment Agency Incremental Valuation	(274,898,271)
Total Assessed Valuation	$ 10,929,746,194

	Percentage Applicable	Outstanding Debt 6/30/06		Estimated Share of Overlapping Debt
Overlapping Tax and Assessment Debt:				
Ventura County Community College District	12.417%	$ 16,859,803		$ 2,093,482
Ventura Unified School District	84.476%	63,648,442		53,767,658
Oxnard Union High School District	0.015%	7,269		1
Mesa Union School District	0.213%	8,222		18
Oxnard School District	0.025%	25,848		6
Rio School District	0.005%	901		0
City of San Buenaventura 1915 Act Bonds	100.000%	935,000		935,000
Total Overlapping Tax and Assessment Debt		81,485,485		56,796,165
Direct and Overlapping General Fund Debt:				
Ventura County General Fund Obligations	12.413%	$ 10,087,424		$ 1,252,152
Ventura County Pension Obligations	12.413%	1,528,040		189,676
Ventura County Superintendent of Schools	12.413%	1,651,550		205,007
Ventura Unified School District Certificates of Participation	84.476%	4,037,953		3,411,101
Oxnard Union High School District Certificates of Participation	0.015%	3,396		1
Oxnard School District Certificates of Participation	0.025%	1,553		0
Rio School District Certificates of Participation	0.005%	417		0
City of San Buenaventura General Fund Obligations	100.000%	50,285,000	(1)	50,285,000
Total Direct and Overlapping General Fund Debt		67,595,333		55,342,937
Combined Total Debt		$ 149,080,818	(2)	$ 112,139,101

(1) Excludes issues to be sold.
(2) Excludes tax and revenue anticipation notes, enterprise revenue, mortgage revenue and tax allocation bonds and non-bonded capital lease obligations.

Source: California Municipal Statistics, Inc.

City of San Buenaventura
Legal Debt Margin Information
Last Ten Fiscal Years

Fiscal Year Ended June 30	(2) Assessed Valuation	Conversion Precentage	Adjusted Assessed Valuation	Debt Limit Percentage	Debt Limit	(1) Total Net Debt Applicable to Limit: General Obligation Bonds	Legal Debt Margin	Total Debt Applicable to the Limit as a Percentage of Debt Limit
1998	5,712,811,280	25%	$ 1,428,202,820	15%	$ 214,230,423	$ -	$ 214,230,423	0%
1999	5,960,082,912	25%	1,490,020,728	15%	223,503,109	-	223,503,109	0%
2000	6,878,001,695	25%	1,719,500,424	15%	257,925,064	-	257,925,064	0%
2001	7,488,509,526	25%	1,872,127,382	15%	280,819,107	-	280,819,107	0%
2002	8,078,385,165	25%	2,019,596,291	15%	302,939,444	-	302,939,444	0%
2003	8,817,820,626	25%	2,204,455,157	15%	330,668,273	-	330,668,273	0%
2004	9,579,866,892	25%	2,394,966,723	15%	359,245,008	-	359,245,008	0%
2005	10,514,075,917	25%	2,628,518,979	15%	394,277,847	-	394,277,847	0%
2006	11,616,549,581	25%	2,904,137,395	15%	435,620,609	-	435,620,609	0%
2007	11,204,644,465	25%	2,801,161,116	15%	420,174,167	-	420,174,167	0%

The Government Code of the State of California provides for a legal debt limit of 15% of gross assessed valuation. However, this provision was enacted when assessed valuation was based upon 25% of market value.
Each parcel is assessed at 100% of market value (as of the most recent change in ownership for that parcel).
The computations shown above reflect a conversion of assessed valuation data for each fiscal year from the current full valuation perspective to the 25% level that was in effect at the time that the legal debt margin was enacted by the State of California for local governments located within the state.

Source: (1) Finance and Technology Department, City of San Buenaventura
(2) Ventura County Tax Assessor's Office

City of San Buenaventura
Pledged Wastewater Revenue Coverage
Last Ten Fiscal Years

Fiscal Year Ended June 30	Wastewater Fund Revenue Bonds						Governmental Tax Allocation Bonds			
	Operating Revenue	Less Operating Expenses	Net Available Revenue	Debt Service		Coverage	Tax Increment	Debt Service		Coverage
				Principal	Interest			Principal	Interest	
1998	$ 10,507,287	$ 5,717,795	$ 4,789,492	$ 360,000	$ 517,090	5.46	$ 903,508	$ 140,000	$ 7,225	6.14
1999	10,397,689	6,837,680	3,560,009	375,000	497,018	4.08	946,252	-	-	-
2000	10,863,380	6,971,060	3,892,320	390,000	486,392	4.44	1,355,666	-	-	-
2001	11,499,505	7,138,994	4,360,511	410,000	469,232	4.96	1,237,305	-	-	-
2002	11,162,654	7,884,657	3,277,997	430,000	416,553	3.87	1,229,838	-	-	-
2003	12,677,123	9,184,042	3,493,081	450,000	396,343	4.13	1,636,510	-	-	-
2004	13,430,212	8,563,847	4,866,365	470,000	408,768	5.54	1,935,314	-	173,519	11.15
2005	14,042,047	8,725,668	5,316,379	495,000	1,042,147	3.46	2,463,949	205,000	279,332	5.09
2006	14,144,570	9,882,656	4,261,914	625,000	1,108,375	2.46	2,686,766	240,000	274,882	5.22
2007	15,460,227	12,425,787	3,034,440	650,000	1,092,750	1.74	2,988,728	245,000	270,032	5.80

Note: Details regarding the city's outstanding debt can be found in the notes to the financial statements.
Operating expenses do not include interest or depreciation expenses.

Source: Finance and Technology Department, City of San Buenaventura

City of San Buenaventura
Pledged Water Revenue Coverage
Last Ten Fiscal Years

Fiscal Year Ended June 30	Water Fund Revenue Bonds						Governmental Tax Allocation Bonds			
	Operating Revenue	Less Operating Expenses	Net Available Revenue	Debt Service		Coverage	Tax Increment	Debt Service		Coverage
				Principal	Interest			Principal	Interest	
1998	$ 15,500,511	$ 9,133,491	$ 6,367,020	$ 635,000	$ 794,530	4.45	$ 903,508	$ 140,000	$ 7,225	6.14
1999	15,637,448	9,337,237	6,300,211	495,000	758,305	5.03	946,252	-	-	-
2000	15,729,318	9,005,448	6,723,870	695,000	733,587	4.71	1,355,666	-	-	-
2001	16,302,818	10,102,166	6,200,652	730,000	700,782	4.33	1,237,305	-	-	-
2002	16,174,010	11,210,864	4,963,146	770,000	667,448	3.45	1,229,838	-	-	-
2003	16,494,638	11,437,328	5,057,310	450,000	628,343	4.69	1,636,510	-	-	-
2004	17,640,075	11,015,003	6,625,072	880,000	1,202,325	3.18	1,935,314	-	173,519	11.15
2005	17,642,997	13,561,877	4,081,120	880,000	1,347,666	1.83	2,463,949	205,000	279,332	5.09
2006	17,838,573	14,176,287	3,662,286	505,000	1,181,550	2.17	2,686,766	240,000	274,882	5.22
2007	20,549,930	15,418,196	5,131,734	525,000	1,166,100	3.03	2,988,728	245,000	270,032	5.80

Note: Details regarding the city's outstanding debt can be found in the notes to the financial statements.
Operating expenses do not include interest or depreciation expenses.

Source: Finance and Technology Department, City of San Buenaventura

City of San Buenaventura
Demographic and Economic Statistics
Last Ten Calendar Years

Calendar Year	Population (1)	Personal Income (in thousands)	Per Capita Personal Income (1)	Unemployment Rate (2)
1998	**	**	**	4.6%
1999	**	**	**	5.1%
2000	100,916	2,711,310	26,867	5.7%
2001	**	**	**	4.5%
2002	102,938	3,041,200	29,544	4.5%
2003	**	**	**	4.8%
2004	105,145	2,938,698	27,949	5.8%
2005	105,558	3,016,953	28,581	5.2%
2006	104,912	3,056,401	29,133	4.8%
2007	105,919	3,178,417	30,008	4.3%

(1) Source: Ventura City Economic Outlook by the UCSB Economic Forecast Project
For 1998, 1999, 2001 and 2003, data was not available.
(2) Source: State Employment Development Department

City of San Buenaventura
Full-time City Employees
by Function
Last Ten Fiscal Years

	Full-Time (FTE) Employees as of June 30									
Function	2007	2006	2005	2004	2003	2002	2001	2000	1999	1998
General Government	25	23	17	17	17	17	17	18	16	17
Human resources	13	13	12	11	12	10	10	9	10	9
Finance and Technology	51	51	50	50	51	49	47	47	45	47
Community Development	35	34	34	30	30	30	26	20	22	17
Community Services	32	32	37	36	36	36	36	33	34	34
Public safety - police	176	179	184	182	183	193	194	189	191	189
Public safety - fire	108	106	105	103	102	101	101	100	100	104
Public Works	218	224	229	228	227	227	220	224	223	232
Total	657	660	667	657	657	662	650	639	640	649

Source: City Budget Office

City of San Buenaventura
Principal Employers
Current Year and Ten Years Ago (1)

Employer (2)	2007 Number of Employees	2007 Percent of Total Employment (3)	1997 Number of Employees	1997 Percent of Total Employment (4)
County of Ventura	7,320	12.56%	5,100	**
Ventura County Health Care Agency	2,197	3.77%	2,000	**
Ventura Unified School District	2,138	3.67%	2,040	**
Community Memorial Hospital	1,900	3.26%	1,250	**
Ventura County Community College	1,835	3.15%	600	**
City of San Buenaventura	1,144	1.96%	752	**

(1) Data for 1998 was not available; therefore, 10 years was used for comparion in stead of nine years.
(2) Only six principal employers located within City limits were identified.
(3) "Total Employment" as used above represents the total employment of all employers located within City limits.
(4) Data not available for the year 1997.

Source: Ventura City Economic Outlook by the UCSB Economic Forecast Project

City of San Buenaventura
Investment Portfolio Statistics
Last Ten Fiscal Years

	City		Trustee - Debt Financing Reserves	
Year ended June 30,	Average Portfolio	Average Effective Rate of Return	Average Portfolio	Average Effective Rate of Return
1998	144,434,548	5.74%	9,471,188	6.13%
1999	135,939,096	5.80%	6,810,954	6.12%
2000	134,205,841	5.98%	6,887,522	6.18%
2001	135,395,522	5.96%	6,809,625	6.36%
2002	143,093,161	4.40%	15,385,789	4.08%
2003	145,180,617	3.15%	32,710,919	3.00%
2004	140,789,775	2.61%	42,722,911	2.54%
2005	137,034,504	2.56%	53,012,582	2.62%
2006	138,953,579	3.30%	52,508,444	2.91%
2007	141,555,410	4.11%	37,076,372	3.90%

Source: Finance and Technology Department, City of San Buenaventura

City of San Buenaventura
Operating Indicators by Function
Last Ten Fiscal Years

	Fiscal Years									
	2007	2006	2005	2004	2003	2002	2001	2000	1999	1998
Police:										
Arrests	5,633	5,400	5,314	5,483	4,750	**	**	**	**	**
Parking citations issued	12,597	9,690	13,478	10,624	7,480	9,196	8,395	1,712	1,791	1,939
Fire:										
Number of emergency calls	10,655	9,990	9,986	9,213	9,167	9,020	8,402	8,021	7,631	7,529
Inspections	21,697	25,083	25,440	20,209	20,518	11,699	15,797	16,199	17,518	16,418
Public works:										
Street resurfacing (lane miles)	36	45	109	51	94	71	62	50	**	158
Parks and recreation:										
Number of recreation classes	1,449	1,631	1,308	1,193	1,366	1,284	1,216	1,181	1,117	585
Number of facility rentals per event	1,282	1,255	947	19	26	24	29	27	22	18
Number of park rental reservations per attendees (in thousands)	777	1,256	1,445	585	**	**	**	**	**	**
Water:										
Total system connections	30,199	29,929	29,420	29,420	29,420	29,591	28,818	27,756	27,756	27,128
Average daily consumption (million gallons per day)	15.9	14.1	15.2	14.8	15.1	14.7	14.7	14.8	15.5	14.7
Wastewater:										
Total system connections	25,115	24,865	24,475	24,475	24,475	24,317	23,987	23,270	23,270	23,120
Average daily sewage treatment (million gallons per day)	9.4	9.4	9.3	9.4	9.1	9.1	9.5	9.4	9.0	9.5
Golf courses:										
Buenaventura golf rounds played	77,507	77,650	65,929	23,086 (1)	78,637	81,227	85,210	85,078	88,793	80,945
Olivas Park golf rounds played	11,670	- (2)	57,656	88,902	81,602	84,383	87,799	87,071	92,565	84,660

(1) Buenaventura Golf Course was closed for renovation from May 16, 2004 to March 17, 2005.
(2) Olivas Park Golf Course was closed for renovation from October 2005 to May 17, 2007.

Source: City of Ventura

** Data not available due to system conversion.

City of San Buenaventura
Capital Assets Statistics by Function
Last Ten Fiscal Years

	Fiscal Years									
	2007	2006	2005	2004	2003	2002	2001	2000	1999	1998
Police:										
Stations	1	1	1	1	1	1	1	1	1	1
Fire:										
Fire stations	6	6	6	6	6	6	6	6	6	6
Public works:										
Street (miles)	294	294	294	294	294	294	294	284	284	284
Streetlights	1,058	1,058	1,058	1,058	1,058	1,050	635	557	592	568
Traffic signals	132	132	132	132	132	129	129	127	125	117
Parks and recreation:										
Parks	33	33	26	26	26	26	26	26	26	26
Community centers	3	3	3	3	3	3	3	3	3	3
Water:										
Water mains (miles)	500	500	500	400	400	400	400	400	375	375
Maximum daily capacity (million gallons per day)	30	30	30	30	30	30	30	30	30	30
Wastewater:										
Sanitary sewers (miles)	475	475	475	475	475	475	475	375	375	375
Storm sewers (miles)	310	310	310	310	310	310	310	310	310	310
Maximum daily treatment capacity (million gallons per day)	14	14	14	14	14	14	14	14	14	14
Golf course:										
Municipal golf courses	2	2	2	2	2	2	2	2	2	2

Source: City of Ventura

City of San Buenaventura
Water Sold by Type of Customer
Last Ten Fiscal Years
(in Hundred Cubic Feet)

Fiscal Year Ended June 30	Type of Customer					Total HCF	Total Direct Rate per HCF
	Residential	Commercial	Industrial	Municipal	Other		
1998	4,387,274	1,540,435	120,733	134,032	987,900	7,170,374	1.83
1999	4,583,027	1,550,767	113,388	119,532	697,242	7,063,956	1.90
2000	4,666,207	1,544,704	104,360	169,038	744,138	7,228,447	1.94
2001	4,606,633	1,547,131	120,094	157,066	722,491	7,153,415	1.88
2002	4,684,036	1,575,168	104,660	152,269	673,707	7,189,840	1.99
2003	4,712,158	1,593,584	128,434	212,437	739,117	7,385,730	2.05
2004	4,757,729	1,602,611	101,379	188,047	900,914	7,550,680	2.17
2005	4,800,912	1,701,385	70,985	178,051	968,369	7,719,702	2.15
2006	4,510,956	1,508,515	63,691	201,674	797,963	7,082,799	2.40
2007	5,157,275	1,676,746	83,423	251,689	849,979	8,019,112	2.40

Note:
1 HCF (hundred cubic feet) = 748 gallons

Source: Ventura Water Division

City of San Buenaventura
Wastewater Service Rates
Last Ten Fiscal Years

Fiscal Year Ended June 30	Wastewater Volume Rates Per Hundred Cubic Feet (HCF)						
	Residential						(1)
	Tier 1	Tier 2	Tier 3	Tier 4	Tier 5	Tier 6	Non-Residential
1998	20.95	25.70	30.44	35.18	39.93	44.67	13.46
1999	20.95	25.70	30.44	35.18	39.93	44.67	13.46
2000	20.95	25.70	30.44	35.18	39.93	44.67	13.46
2001	20.95	25.70	30.44	35.18	39.93	44.67	13.46
2002	20.95	25.70	30.44	35.18	39.93	44.67	13.46
2003	23.67	29.04	34.40	39.76	45.12	50.48	15.20
2004	24.14	29.62	35.09	40.56	46.02	51.49	17.63
2005	25.11	30.81	36.49	42.18	47.86	53.55	16.12
2006	26.49	32.50	38.50	44.5	50.49	56.5	17.01
2007	27.55	33.80	40.04	46.28	52.51	58.76	17.70

NOTE:
1 HCF = 748 gallons
The City bills bi-monthly and by hundred cubic feet (HCF).
Rates are based on 3/4" meter, which is the standard household meter size.
The tier structure is in place to encourage wastewater conservation by customers.

(1) Commercial Group 1 (1-8)

Source: Ventura Water Division

City of San Buenaventura
Water Rates
Last Ten Fiscal Years

Fiscal Year Ended June 30	Bi-Monthly Service Charge Base Rate	Water Volume Rates Per Hundred Cubic Feet (HCF)			
		Residential			
		Single Family HCF 1-16 Multiple Family HCF 1-10	Single Family HCF 17-42 Multiple Family HCF 11-24	Single Family HCF 43+ Multiple Family HCF 25+	Non-Residential
1998	7.97	1.29	1.72	2.75	1.72
1999	7.97	1.29	1.72	2.75	1.72
2000	7.97	1.29	1.72	2.75	1.72
2001	7.97	1.29	1.72	2.75	1.72
2002	7.97	1.29	1.72	2.75	1.72
2003	8.69	1.41	1.87	3.00	1.87
2004	8.69	1.41	1.87	3.00	1.87
2005	9.40	1.53	2.02	3.24	2.02
2006	9.82	1.60	2.11	3.39	2.11
2007	10.22	1.67	2.20	3.53	2.20

NOTE:
1 HCF = 748 gallons
The City bills bi-monthly and by hundred cubic feet (HCF).
Rates are based on 3/4" meter, which is the standard household meter size.
The tier structure is in place to encourage water conservation by customers.

Source: Ventura Water Division

City of San Buenaventura
Wastewater Customers
Current Year and Four Years Ago

Wastewater Customer	2007 Wastewater Charges	2007 Percent of Total Wastewater Revenues	2003 (1) Wastewater Charges	2003 (1) Percent of Total Wastewater Revenues
Ventura County	$ 184,769	1.20%	$ 129,276	1.02%
CPM-Peppertree HOA	120,503	0.78%	**	**
Community Memorial Hospital	90,053	0.58%	70,452	0.56%
Vedder Community Management-1	80,919	0.52%	**	**
Ventura Marina MHP	85,529	0.55%	51,300	0.40%
Archstone Smith	75,429	0.49%	**	**
Ventura County Medical Center	66,969	0.43%	56,772	0.45%
La Ventana HOA	55,732	0.36%	**	**
Paseo Del Mar	72,157	0.47%	50,616	0.40%
Buenaventura Gardens HOA	46,017	0.30%	51,984	0.41%
	$ 878,077	5.68%	$ 410,400	3.24%

(1) 2003 was the earliest year this data was available

Source: Ventura Water Division

** Data not available

City of San Buenaventura
Water Customers
Current Year and Four Years Ago

Water Customer	2007 Water Charges	2007 Percent of Total Water Revenues	2003 (1) Water Charges	2003 (1) Percent of Total Water Revenues
Aera Energy LLC	$ 328,941	1.60%	**	**
Evergreen Alliance Golf	123,862	0.60%	**	**
Ventura County	187,279	0.91%	127,235	0.79%
Dairy Farmers of America	253,270	1.23%	**	**
Calif. Mushroom Farm	136,762	0.67%	**	**
CPM-Peppertree HOA	95,305	0.46%	**	**
Community Memorial Hospital	91,309	0.44%	69,340	0.43%
Harris Water Conditioning	78,429	0.38%	**	**
Vedder Community Management-I	72,313	0.35%	**	**
Ventura Marina MHP	61,373	0.30%	81,000	0.50%
	$ 1,428,843	6.95%	$ 277,575	1.72%

(1) 2003 was the earliest year this data was available

Source: Ventura Water Division

** Data not available

COMPREHENSIVE
ANNUAL
FINANCIAL
REPORT

City of San Buenaventura
Annual Continuing Disclosure Requirements
For the year ended June 30, 2007

San Buenaventura Public Facilities Financing Authority Summary of All Issues:

Amount Outstanding	General Fund
$2,130,000	2001 Refunding Certificates of Participation, Series A, $2,925,000
$14,835,000	2001 Certificates of Participation, Series C, $16,345,000
$15,130,000	2002 Refunding Certificates of Participation, Series B, $19,765,000
$14,735,000	2002 Refunding Certificates of Participation, Series D, $15,930,000
	Wastewater Fund
$23,800,000	2004 Revenue Certificates of Participation, $25,075,000
	Water Fund
$25,500,000	2004 Revenue Certificates of Participation, $27,410,000

- **No significant or material events to report for the above financings.**

Source: Finance and Technology Department, City of San Buenaventura

Buenaventura & Olivas Links Golf Courses
$15,930,000 2002 Certificates of Participation, Series D

	Actuals								
	2007	2006	2005	2004	2003	2002	2001	2000	1999
Operating Revenues:									
Charges for Services:									
Greens Fees - Buena	$ 1,811,017	$ 1,715,579	$ 554,290	$ 806,148	$ 490,485	$ 506,195	$ 507,726	$ 448,075	$ 373,743
Electric Carts - Buena	442,144	421,151	54,358	218,737	135,399	137,278	131,990	108,448	98,535
Coffee Shop - Buena	92,136	60,239	13,624	38,751	54,772	55,268	52,943	-	-
Pro Shop - Buena	191,987	182,654	17,753	71,549	-	-	-	-	-
Greens Fees - Olivas [3]	402,278	469,294	1,179,281	1,290,011	565,499	586,017	585,569	521,591	453,907
Driving Range - Olivas	39,193	60,594	233,536	212,288	89,216	88,472	90,147	68,492	70,797
Electric Carts - Olivas	79,611	125,559	310,371	336,533	138,553	148,825	148,799	122,663	114,164
Coffee Shop - Olivas	1,024	105,658	262,851	262,522	18,343	22,601	22,700	-	-
Pro Shop - Olivas	21,440	61,103	138,276	144,023	-	-	-	-	-
Total charges for services	3,080,829	3,201,831	2,764,338	3,380,562	1,492,267	1,544,656	1,539,874	1,269,269	1,111,146
Other Operating Revenues		-	-	-	-	-	-	255	150
Total Operating Revenues	3,080,829	3,201,831	2,764,338	3,380,562	1,492,267	1,544,656	1,539,874	1,269,524	1,111,296
Operating Expenses:									
Personal Services	202,040	189,322	143,794	177,652	167,161	172,740	152,934	142,991	129,438
Contractual Services [1]	3,444,301	2,820,708	1,669,598	2,202,983	236,471	591,890	239,933	276,585	329,166
Materials & Supplies	625	2,398	348	344	329	583	302	1,705	8,625
General & Administrative	604,377	236,925	304,033	373,100	371,379	391,471	404,961	432,609	383,942
Depreciation	370,732	130,369	79,636	63,495	74,375	56,841	58,543	58,352	53,749
Total Operating Expenses	4,622,075	3,379,722	2,197,409	2,817,574	849,715	1,213,525	856,673	912,242	904,920
Operating Income (Loss)	(1,541,246)	(177,891)	566,929	562,988	642,552	331,131	683,201	357,282	206,376
Non-Operating Revenues (Expenses):									
Interest Income [2]	126,331	88,854	111,149	53,461	184,467	296,288	391,375	200,488	179,798
Interest Expense	(9,696)	-	-	-	-	-	-	-	-
Gain on Sale of Assets	8,007	-	-	-	-	-	-	(18,097)	-
Total Non-Operating Revenues (Expenses):	124,642	88,854	111,149	53,461	184,467	296,288	391,375	182,391	179,798
Net Income (Loss)	$ (1,416,604)	$ (89,037)	$ 678,078	$ 616,449	$ 827,019	$ 627,419	$ 1,074,576	$ 539,673	$ 386,174

Notes:

[1] Fiscal year 2002 includes $335,836 in preliminary golf course renovation design

[2] Interest income includes unrealized gain (loss) on investments

[3] Olivas Park Golf Course was closed for renovation from October 2005 to present

Source: The Comprehensive Annual Financial Report

WASTEWATER SYSTEM
SIX YEAR HISTORIC OPERATING RESULTS
FISCAL YEAR ENDED JUNE 30

	2007	2006	2005	2004	2003	2002
REVENUES						
Service Charges and Sale Revenues	$ 15,460,227	$ 14,144,570	$ 14,042,047	$ 13,430,212	$ 12,677,123	$ 11,162,655
Transfers In	-	7,003	56,789	-	-	-
Gain on Sale of Assets	-	-	-	-	373	496
Investment Income	1,797,241	1,513,379	574,053	262,306	817,907	1,412,544
TOTAL REVENUE	17,257,468	15,664,952	14,672,889	13,692,518	13,495,403	12,575,695
OPERATION AND MAINTENANCE EXPENSE	12,425,787	9,882,656	10,045,597	9,893,922	10,630,077	9,205,801
NET REVENUES	4,831,681	5,782,296	4,627,292	3,798,596	2,865,326	3,369,894
DEBT SERVICE						
1993 Bonds [1]	-	-	880,738	878,768	880,368	880,578
2004 COP	1,742,750	1,733,375	230,911	-	-	-
TOTAL DEBT SERVICE	1,742,750	1,733,375	1,111,649	878,768	880,368	880,578
DEBT SERVICE COVERAGE	2.77	3.34	4.16	4.32	3.25	3.83
NET REVENUES AVAILABLE FOR SUBORDINATE DEBT SERVICE	$ 3,088,931	$ 4,048,921	$ 3,515,643	$ 2,919,828	$ 1,984,958	$ 2,489,317

(1) 1996 Sewer Revenue Refunding Bonds were refinanced into 2004 Wastewater Revenue Certificates Of Participation on Dec. 1, 2004.

Source: The Comprehensive Annual Financial Report.

HISTORIC WASTEWATER SYSTEM USAGE

Fiscal Year Ended June 30	Daily Average Flow (Million Gallons per Daily)	Increase (Decrease)
2000	9.36	0.00%
2001	9.52	1.71%
2002	9.20	-3.36%
2003	9.11	-0.98%
2004	9.26	1.65%
2005	9.31	0.54%
2006	9.40	0.97%
2007	8.98	-4.47%

HISTORIC WASTEWATER SYSTEM SERVICE CONNECTIONS

Fiscal Year Ended June 30	Service Connections	Increase (Decrease)
2000	23,270	0.00%
2001	23,987	3.08%
2002	24,317	1.38%
2003	24,475	0.65%
2004	24,475	0.00%
2005	24,475	0.00%
2006	24,865	1.59%
2007	25,155	1.17%

HISTORIC WASTEWATER SYSTEM SERVICE AND FLOW CHARGE REVENUES

Fiscal Year Ended June 30	Service and Flow Charge Revenues	Increase (Decrease)
2000	10,863,380	0.00%
2001	11,499,505	5.86%
2002	11,162,655	-2.93%
2003	12,677,123	13.57%
2004	13,430,212	5.94%
2005	14,042,047	4.56%
2006	14,144,570	0.73%
2007	15,460,227	9.30%

Source: Water Division, City of San Buenaventura, and the Comprehensive Annual Financial Report.

Top 10 Wastewater Customers for 2006-2007 (1)

Customer Name	Classification	Average HCF Per Day	Percent of Total Wastewate Revenues
Ventura County	Commercial	229.6	1.20%
CPM-Peppertree HOA	Residential	129.1	0.78%
Community Memorial Hospital	Commercial	112.8	0.58%
Vedder Community Management-Lemon Wood	Residential	91.6	0.52%
Ventura Marina MHP	Residential	86.8	0.55%
Archstone Smith	Residential	84.6	0.49%
Ventura County Medical Center	Commercial	84.2	0.43%
La Ventana HOA	Residential	83.0	0.36%
Paseo Del Mar	Residential	81.0	0.47%
Buenaventura Gardens HOA	Residential	80.7	0.30%

(1) Customer ranking is based on volume.

Source: Water Division, City of San Buenaventura, and the Comprehensive Annual Financial Report.

HISTORIC WATER SUPPLY
(in Acre-feet per year)

Fiscal Year Ended June 30	Pumped Water	Purchased Water (1)	Total
1999	13,969	6,030	19,999
2000	15,228	6,263	21,491
2001	14,238	6,816	21,054
2002	13,330	6,043	19,373
2003	13,020	6,178	19,198
2004	16,030	5,964	22,003
2005	12,337	7,867	20,204
2006	11,657	6,658	18,315
2007	12,818	6,120	18,938

(1) Reflects Casitas Municipal Water District certification letters

PROJECTED WATER SUPPLY
(in Acre-feet per year)

Fiscal Year Ended June 30	Pumped Water	Purchased Water	Total
2004	18,500	8,000	26,500
2005	18,300	8,000	26,300
2006	18,300	8,000	26,300
2007	18,300	8,000	26,300
2008	18,300	8,000	26,300
2009	20,562	8,000	28,562
2010	21,900	8,000	29,900
2011	21,900	8,000	29,900
2012	21,900	8,000	29,900

Source: Water Division, City of San Buenaventura, and the Comprehensive Annual Financial Report.

HISTORIC WATER SYSTEM SERVICE CHARGES AND SALE REVENUES

Fiscal Year Ended June 30	Service Charges and Sales Revenues	Increase
2000	$14,894,769	0.00%
2001	$15,034,897	0.94%
2002	$15,353,505	2.12%
2003	$16,103,697	4.89%
2004	$16,924,727	5.10%
2005	$17,642,997	4.24%
2006	$17,838,573	1.11%
2007	$20,549,930	15.20%

Source: The Comprehensive Annual Financial Report.

WATER SYSTEM
SIX YEAR HISTORIC OPERATING RESULTS
FISCAL YEAR ENDED JUNE 30

	2007	2006	2005	2004	2003	2002
REVENUES						
Service Charges and Sale Revenues	$ 20,549,930	$ 17,838,573	$ 17,642,997	$ 16,924,727	$ 16,103,697	$ 15,353,505
Transfers In	675,517	619,089	854,927	901,249	-	-
Gain on Sale of Assets	-	-	-	-	1,547	1,173
Investment Income	1,193,564	573,009	529,375	106,757	390,941	820,503
TOTAL REVENUE	22,419,011	19,030,671	19,027,299	17,932,733	16,496,185	16,175,181
OPERATION AND MAINTENANCE EXPENSE	15,418,196	14,176,287	13,561,877	12,128,513	13,050,651	11,865,861
NET REVENUES	7,000,815	4,854,384	5,465,422	5,804,220	3,445,534	4,309,320
DEBT SERVICE						
1970 Bonds [1]	-	-	-	-	-	358,700
1993 Bonds [2]	-	-	-	1,078,328	1,078,343	1,077,048
2004 COP	1,691,100	1,686,550	2,082,325	209,340	-	-
TOTAL DEBT SERVICE	1,691,100	1,686,550	2,082,325	1,287,668	1,078,343	1,435,748
DEBT SERVICE COVERAGE	4.14	2.88	2.62	4.51	3.20	3.00
NET REVENUES AVAILABLE FOR SUBORDINATE DEBT SERVICE	$ 5,309,715	$ 3,167,834	$ 3,383,097	$ 4,516,552	$ 2,367,191	$ 2,873,572

(1) 1970 Bonds were retired in fiscal year 2002.
(2) 1993 Water Revenue Refunding Bonds were refinanced into 2004 Water Revenue Certificates Of Participation on January 1, 2004.

Source: The Comprehensive Annual Financial Report.

Top 10 Water Customers for 2006-2007 (1)

Customer Name	Classification	Average HCF Per Day	Percent of Total Water Revenues
Aera Energy LLC	Ground	767.1	1.60%
Evergreen Alliance Golf	Reclaimed	654.4	0.60%
Ventura County	Commercial	229.6	0.91%
Dairy Farmers of America	Commercial	187.2	1.23%
Calif. Mushroom Farm	Commercial	168.6	0.67%
CPM-Peppertree HOA	Residential	129.1	0.46%
Community Memorial Hospital	Commercial	112.8	0.44%
Harris Water Conditioning	Commercial	97.0	0.38%
Vedder Community Management-Lemon Wooc	Residential	91.6	0.35%
Ventura Marina MHP	Residential	86.8	0.30%

(1) Customer ranking is based on volume.

Source: Water Division, City of San Buenaventura, and the Comprehensive Annual Financial Report.

FY 2006-2007 Water Rates

Water Volume Rates
Per Hundred Cubic Feet (HCF)

Single Family Residential

Water Usage HCF	City $	County $
1-16	1.67	2.82
17-42	2.20	3.74
43+	3.53	6.00

Multiple Family Residential

Water Usage HCF	City $	County $
1-10	1.67	2.82
11-24	2.20	3.74
25+	3.53	6.00

Non-Residential

Water Usage HCF	City $	County $
Per HCF	2.20	3.74

Raw Water*, Irrigation*, & Municipal Parks

Water Usage HCF	City $	County $
Per HCF	1.16	1.16

Reclaimed Water

Water Usage HCF	City $	County $
Per HCF	0.50	0.50

Temporary Meter Charge	
Temp Mtr Deposit	300.00
Temp Mtr Set/Remove	**68.00**
Temp Mtr Relocate	**34.00**
Temp Mtr Daily Chg	2.00

1 HCF = 748 gallons

*Non Potable, Non Fully Treated Water

Bimonthly Service Charge
(Based on Meter Size)

Residential & Non-Residential

Meter Size	City $	County $
5/8 & 3/4	10.22	17.42
1	20.11	34.21
1.5	33.97	57.80
2	47.80	81.23
3	108.78	184.51
4	178.09	302.38
6	351.08	597.08
8	524.05	890.48
10	697.02	1,185.18
12	800.80	1,362.00

Fire Line Bimonthly Charge

Meter Size	City $	County $
1	4.24	7.17
2	4.24	7.17
3	12.71	21.54
4	25.51	43.31
6	70.71	120.18
8	148.63	252.41
10	254.99	433.08
Each Add'l inch	4.24	7.17
Dom/Res."U" 1"	1.29	2.19

City Reclaim Meter Charge

Meter Size	Bi-Mo $	Monthly $
5/8 & 3/4	10.22	5.11
1	20.11	10.06
1.5	33.97	16.99
2	47.80	23.90
3	108.78	54.39
4	178.09	89.05
6	351.08	175.54
8	524.05	262.03
10	697.02	348.51
12	800.80	400.40

FY 2006-2007 Wastewater Service Rates

Customer Classification

	# HCF **	Bimonthly Rate $
Single Family & Multiple Dwelling	0 - 8	27.55
	9 - 10	33.80
	11 - 12	40.04
	13 - 14	46.28
	15 - 16	52.51
	17+	58.76

**Usage established during determination period November 1 thru April 30. Charge based on lowest water usage during determination billings.

Schools* **	105.76
Churches* **	58.76

*** Per Single Family Dwelling Unit Equivalent. Rates will vary;See Ordinance chapter 22.220, section 020 for rate factors.

Industrial (Billed Monthly)

Flow	per million gallons	1,621.79
COD	per 1000 pounds	244.46
SS	Per 1000 pounds	551.20

Misc. User Fees (As of 1/6/2007)	
NSF Check	**28.00**
Open or Change Service	**34.00**
Post 48 Hr. Turnoff Notice	**45.00**
Shut off & Lock Service	**45.00**
Test Meter	**68.00**
Conduct Flow Test	**448.00**

Customer Classification

Commercial	# HCF	Bimonthly Rate $
Group 1:	0 - 8	$17.70
	9 + per unit	$2.22
A. Laundromats		
B. Car Wash		
C. Professional Offices		
D. Convalescent homes		
E. Wholesale Establishments		
F. Offices		
G. Retail Establishments		
H. Public Buildings		
I. Barber & Beauty Shops		
J. Gas Stations & Garages		
K. Bars w/out dining facilities		
L. Theaters		
M. Gyms		
N. Hospitals		
O. Grocery stores w/out garbage grinders		
Group 2	0 - 8	$20.13
	9 + per unit	$2.52
A . Hotels & Motels w/out dining facilities		
B. Commercial laundries		
Group 3	0 - 8	$33.79
	9 + per unit	$4.23
A. Hotels w/dining facilities		
Group 4	0 - 8	$40.32
	9 + per unit	$5.05
A. Mortuaries		
B . Grocery stores with garbage grinders		
Group 5	0 - 8	$40.23
	9 + per unit	$5.04
A. Bakeries		
B. Restaurants		
C. Multi-use shopping centers		
Group 6		$58.76
A. Plant Nurseries		

Source: Water Division, City of San Buenaventura

CITY OF
VENTURA
CALIFORNIA

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CITY OF VENTURA 10-07 GRAPHICS SECTION